## OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

August 6, 1963

E. F. Moran, Inc. P. O. Box 1718 Hobbs, New Mexico

Attention: Mr. K. D. McPeters

Administrative Order PC-155

Gentlemen:

Reference is made to your application dated June 20, 1963, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of the production from the Blinebry Oil Pool and the Drinkard Pool on your Elliott (Federal LC-067908) Lease comprising the SW/4 NW/4 of Section 35, Township 21 South, Range 37 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. We have now received the consent of the United States Geological Survey to such commingling.

By the authority vested in me under the provisions of Rule 303 (b) of the Commission Rules and Regulations, you are hereby authorized to commingle the production from the aforesaid pools on said lease in the above-described manner. Provided however, that the installation shall be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities"; and provided further, that you shall immediately notify the Commission at such time as any well in either pool is capable of top allowable production. It is further requested that quarterly tests be utilized to determine the production from each pool.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs Oil & Gas Engineering Committee - Hobbs United States Geological Survey - Roswell