

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

September 10, 1963

Marathon Oil Company
P. O. Box 220
Hobbs, New Mexico

Attention: Mr. John R. Barber

Administrative Order PC-159

Gentlemen:

Reference is made to your application dated August 2, 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 Vacuum Abo Reef zone and an undesignated Glorieta zone, Vacuum Field, Lea County, New Mexico, on your State Warn A/c 3 Lease comprising the S/2 NE/4 and SE/4 NW/4 of Section 33, Township 17 South, Range 35 East after separately metering the production from the Glorieta zone and determining the Vacuum Abo production by means of the subtraction method.

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," including the requirement for non-reset counters on the meters. You are further requested to notify the Hobbs District Office of the Commission at such time as this installation is complete in order that a field inspection may be made of the installation prior to putting it in operation.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSN/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe