OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE. NEW MEXICO

October 17, 1963

The Atlantic Refining Company P. O. Box 1978
Roswell, New Mexico

Attention: Mr. W. P. Tomlinson

Administrative Order PC-164

Gentlemen:

Reference is made to your application dated October 11, 1963, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of production from the North Justis-Blinebry and North Justis Tubb-Drinkard Pools on your Jal Lease comprising the N/2 NE/4 of Section 11, Township 25 South, Range 37 East, Lea County, New Mexico, after separately metering the production from the Blinebry formation and determining the Tubb-Drinkard 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.

You are also requested to notify the Santa Fe Office of the Commission in the event that either of these formations is non-productive on this lease so that this Administrative Order may be cancelled.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs