OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

opril 3, 1964

Shell Wil Company F.O. Box 1858 Roswell, New Mexico

Attention: Mr. T. R. Dwyer

administrative Order FC-204

Gentlemen:

Reference is made to your application dated March 20, 1964, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Holfcamp and Devonian production on your Buckley "5" Lease comprising the NW/4, Section 25, Township 14 South, Range 37 Last, Denton Field, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that the production from both of said pools is of marginal nature.

By the authority vested in me under the provisions of 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 notify the Commission at such time as any well in either of the aforesaid pools is capable of top allowable production.

Very truly yours,

A. L. Forter, Jr. Secretary-Director

De: Med: 414

cc: Oil Conservation Commission - Hobbs

011 & Gas Engineering Committee - Hobbs

Oil & Gas accounting . Santa Fe

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