GOVERNOR JACK M. CAMPBELL CHAIRMAN

State of New Mexico

Bil Conservation Commission

LAND COMMISSIONER GUYTON B, HAYS MEMBER



STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 2088 SANTA FE

February 14, 1966

Tidewater Oil Company P. O. Box 249 Hobbs, New Mexico

Attention: Mr. C. L. Wade

Administrative Order PC-294

Gentlemen:

Reference is made to your application dated February 3, 1966, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of Blinebry and Wantz-Abo production on your R. L. Brunson Lease which comprises the SE/4 SE/4 of Section 4, Township 22 South, Range 37 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that the production from each pool is of marginal nature.

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 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. PORTER, Jr. Secretary-Director

ALP:DSN:sq

cc: Oil Conservation Commission (with enclosure) - Hobbs

Oil & Gas Engineering Committee - Hobbs