OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE. NEW MEXICO

December 4, 1963

Shell Oil Company P. O. Box 1858 Roswell, New Mexico

Attention: Mr. T. H. Dwyer

Administrative Order PLC-6

Gentlemen:

Reference is made to your letter dated October 31, 1963, wherein you request authority to commingle San Andres and Paddock production from your State A, State B, State F, and State H Leases, Vacuum Field, Lea County, New Mexico, after separately metering the Paddock production and determining the San Andres production by means of the subtraction method. It is our understanding that the ownership of each of the four leases, including working interest, royalty, and overriding royalty, is identical throughout and that production from the two zones to be commingled will be allocated to each of the leases on the basis of periodic well tests. Order No. R-1920-A previously authorized the commingling of San Andres production from the four leases.

Pursuant to the authority granted me under the provisions of Rules 303 (b) and 309-B of the Commission Rules and Regulations, you are hereby authorized to commingle the production from the aforesaid pools and leases in the above-described manner. Provided however, that the installation shall be operated in accordance with the Commission "Manual for the Installation and Operation of Commingling Facilities," including the requirement for non-reset counters on the meters.

OF COMMERCIAL COMMERCION

ニンドスキップでは、海するでは大部

Same and the same of the same Between the water of the territory

Note that the same and the same

Communication (State Communication)

The first scale of the first section of the first s Contract to the second second

OIL CONSERVATION COMMISSION P. O. BOX 871

SANTA FE, NEW MEXICO

-2-

December 4, 1963

Shell Oil Company P. O. Box 1858 Roswell, New Mexico

Administrative Order PLC-6

You are also requested to notify the Hobbs District Office of the Commission at such time as the installation is complete in order that a field inspection may be made of the installation prior to putting it in use.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

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

OIL CONSERVATION CONFISION

SAME TELLINE

Little Color Little Color Colo

uma yun. Maka kataka ka ka ka

A SECULAR SECURAR SECURAR SECULAR SECULAR SECULAR SECULAR SECULAR SECULAR SECURAR SECURAR SECULAR SECULAR SECULAR SECULAR SECULAR SECULAR SECURAR SECULAR SECU