

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

August 7, 1968

**Gulf Oil Corporation
P. O. Box 670
Hobbs, New Mexico 88240**

Attention: Mr. C. D. Borland

Administrative Order PC-358

Gentlemen:

Reference is made to your application dated June 4, 1968, for an amendment to Commission Order No. R-1787 which authorized the commingling of Wants-Abo, Paddock, Penrose Skelly, and Drinkard oil production and Tubb and Blinebry distillate production in one battery on your Eunice King Lease in the N/2 of Section 28, Township 21 South, Range 37 East, Lea County, New Mexico, and the commingling of Brunson and Hare production in another battery on the same lease after separately metering the production from each pool. We are now in receipt of the 60-day production record supporting your request to delete the metering requirement of the subject order inasmuch as all production going into these batteries is of marginal nature.

An R- order of the Commission cannot be amended without a hearing. However, this installation is eligible for administrative approval and you are hereby authorized to commingle the aforesaid production as before except that the allocation to each well and to each pool shall be on the basis of periodic well tests. Please notify the Commission at such time as any well connected to either battery is capable of top allowable production.

That portion of Commission Order No. R-1787, dated October 3, 1960, relating to commingling is hereby put in abeyance.

Very truly yours,

**A. L. PORTER, Jr.
Secretary-Director**

ALP/DSH/esr

**cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs**