PAN AMERICAN PETROLEUM CORPORATION

501 Airport Drive, Farmington, New Mexico July 24, 1968

File: E-184-400.1

Subject: Navajo Tribal "U" No. 3

Change of Status From Gas Well to Oil Well

Mr. E. C. Arnold New Mexico Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico 87410

Dear Sir:

Attached please find Forms C-102 and C-104 changing the status of the subject well from gas to oil.

We placed the well on long term production test on June 7, 1968. The production rate on the July 13, 1968 test was 140 BO, 136 MCFD, and a GOR of 970. Based on NMOCC Order No. R-2758, Rule No. 7, this well should now be classified as an oil well. We request that the status of the well be changed to "oil well" and on the basis of the July 13, 1968 test, the allowable be set at 140 BOPD effective July 26, 1968.

Yours very truly,

PAN AMERICAN PETROLEUM CORPORATION

L. O. Speer, Jr.

Area Superintendent

JDP:en Attachments

