## OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE. NEW MEXICO

December 3, 1962

Pan American Petroleum Corporation P. O. Box 68 Hobbs, New Mexico

Attention: Nr. V. B. Staley

Administrative Order PC-111

Gentlemen:

Reference is made to your application for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of the production from the Monument Grayburg-San Andres Fool and the Monument Tubb Oil Pool on your O. J. Gillully "B" Lease comprising portions of Sections 22, (23) 27, 33, 34, and 35, Township 20 South, Range 37 East, Lea County, New Nexico, after separately metering the Monument Grayburg-San Andres production and allocating production to the Monument Tubb Pool on the basis of the subtraction method.

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," including the requirement for non-reset counter on the meter.

Very truly yours,

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

ALP/DSN/esr

CC: Oil Conservation Commission (with enclosure) - Hobbs Oil & Gas Engineering Committee - Hobbs United States Geological Survey - Roswell