

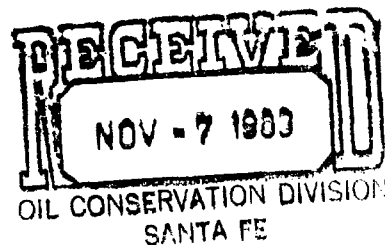


Consolidated Oil & Gas, Inc.

LINCOLN TOWER BUILDING
1860 LINCOLN STREET
DENVER, COLORADO 80295
(303) 861-5252

P. O. Box 2038
Farmington, New Mexico 87499
(505) 632-8056

October 31, 1983



State of New Mexico Land Office
Oil and Gas Department
P. O. Box 1148
Santa Fe, New Mexico 87501

Attention: Ray Graham
Director, Oil and Gas Department

Re: Pan Am State Com 1
(N) 36, T32N, R13W
San Juan Co., New Mexico

Dear Mr. Graham:

Consolidated Oil & Gas, Inc. hereby requests administrative approval to surface commingle the liquid hydrocarbons produced from this dually completed gas well. Low production volumes make it uneconomical to install separate tanks for each zone. The ownership interests of this well are the same for both zones.

As a result of our evaluation of current production and the producing characteristics of this well we have determined that a suitable allocation for the commingled liquid hydrocarbons is Dakota 20%, Mesa Verde 80%.

Attached please find a lease plat, an equipment diagram, and a data sheet of information supporting our request.

Very truly yours,

Barbara C. Rex

Barbara C. Rex
Production & Drilling Technician

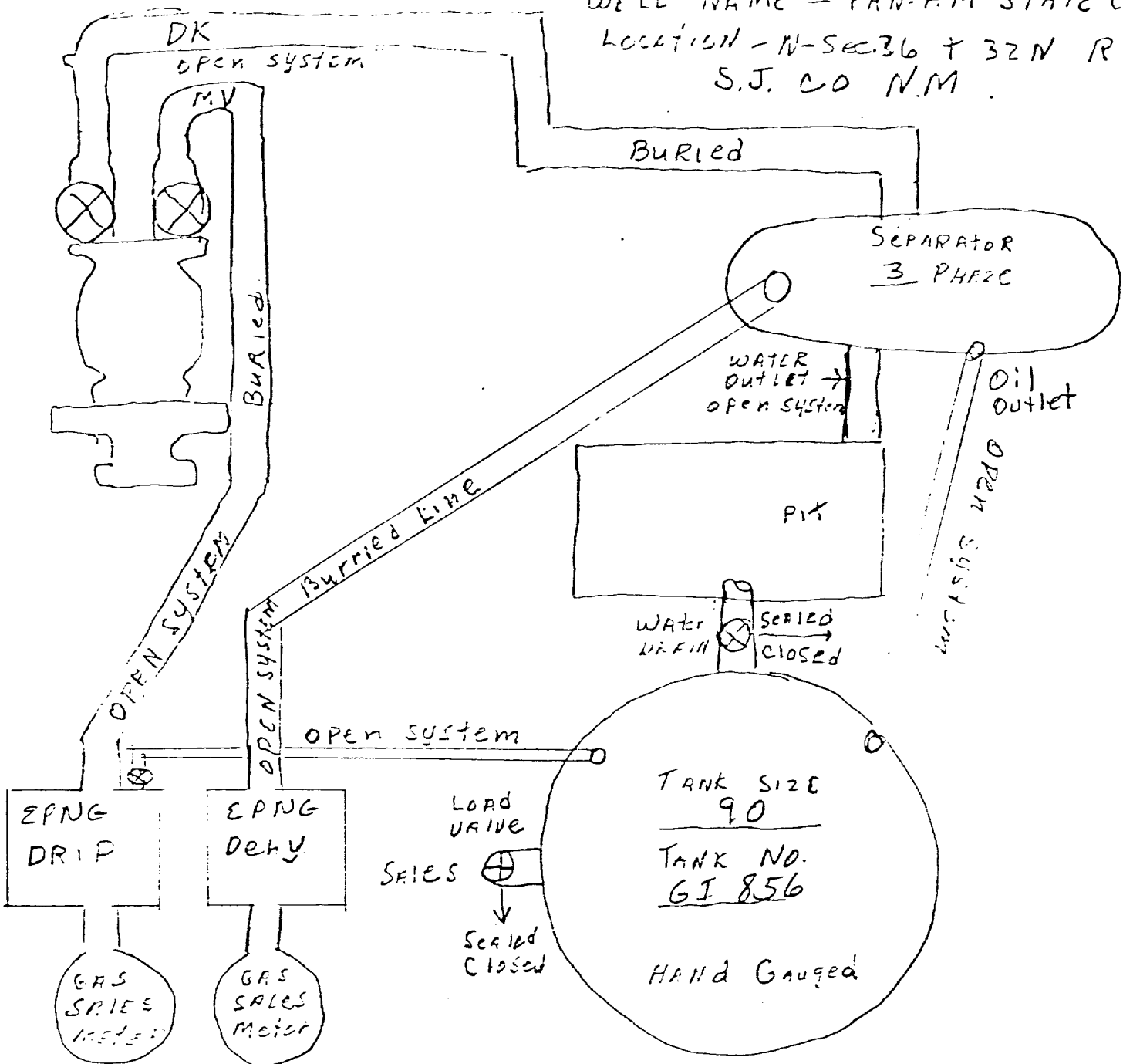
Attachments

✓ Copies: Mr. Joe D. Ramey, Director, Oil Conservation Div.

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T.
32
N.

WELL NAME - PAN-AM STATE COM 1
LOCATION - N-SEC. 36 + 32N R 13W
S.J. CO N.M.



2-800-01 72-801-01

METER STATION NO
E.P. N.G.

Pan Am State Com 1
Well Data Sheet

Formation <u>DK</u>				Formation <u>MV</u>			
<u>Month</u> <u>1983</u>	<u>Bbls</u>	<u>Days</u> <u>Prod</u>	<u>MCF</u> <u>Gas</u>	<u>Bbls</u>	<u>Days</u> <u>Prod</u>	<u>MCF</u> <u>Gas</u>	
March	16	5	0	0	26	3966	
April	30	3	1	0	27	3984	
May	3	15	488	0	1	400	
June	0	12	511	0	1	487	
July	3	15	418	0	0	0	
Aug	27	22	235	0	24	7171	
Sept	0	23	189	0	10	2277	

Although previous liquid hydrocarbon production has not been allocated we suggest allocating all future production. (Ownership interests are the same for both zones.) Dakota 20%, Mesa Verde 80%.

Gravity: 64.1 @ 60°

Gravities are on file for each zone but no adjustment is made for gravity variance by purchasers of "Four Corners Sweet Crude". Payment by purchasers during 1983 has been approximately \$29 per barrel with no adjustment for gravity.

Lease: State