OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

September 24, 1968

Pan American Petroleum Corporation P. O. Box 68 Hobbs, New Mexico 88240

Attention: Mr. V. E. Staley

AMENDMENT

Administrative Order PC-111

Gentlemen:

Reference is made to your letter dated August 26, 1968, wherein you request an amendment to Administrative Order PC-111, which as amended, presently authorizes the commingling of Monument, Monument-Tubb, and Weir-Blinebry production on your Gillully "B" Lease, allocating the production on the basis of periodic well tests. It is our understanding that you now desire to add Cass-Pennsylvanian oil production to the commingling installation and, inasmuch as it also is of marginal nature, you would propose to commingle all four of said pools allocating to each on the basis of periodic well tests.

Administrative Order PC-111 is hereby amended to include the Cass-Pennsylvanian production in the installation, provided that the installation shall continue to be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," and provided further, that you shall notify the Commission at such time as any well in any of the four subject pools on said lease is capable of top allowable production.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

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