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

January 23, 1969

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

Attention: Mr. V. E. Staley

AMENDMENT
Administrative Order PC-111

Gentlemen:

Reference is made to your recent request that Administrative Order PC-111 be amended to delete the Monument Grayburg-San Andres Pool from the commingling authority provided by said order and to add Weir Drinkard production in lieu thereof.

The order as amended would then authorise the commingling of Weir-Blinebry, Weir Drinkard, Monument-Tubb, and Cass-Pennsylvanian production on your Gilluly "B" Federal Lease, allocating the production to each pool on the basis of periodic well tests inasmuch as all of the aforesaid production on said lease is of marginal nature.

Administrative Order PC-111 is hereby amended as described above, provided that the commingling installation shall continue to be operated in accordance with the Commission "Manual for the Installation and Operation of Commingling Pacilities," and provided further, that you shall notify the Commission at such time as any well producing into the commingling installation is capable of top allowable production.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSH/esr

ec: Oil Conservation Commission - Hobbs
Oil & Gas Hagineering Committee - Hobbs
United States Geological Survey - Reswell