

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

May 19, 1964

Marathon Oil Company
P.O. Box 220
Hobbs, New Mexico

Attention: Mr. John R. Barber

Amendment

Administrative Order PC-136

Gentlemen:

Reference is made to your letter dated April 21, 1964, wherein you request that Administrative Order PC-136 be amended to delete the requirement for separate measurement of all zones prior to commingling.

Administrative Order PC-136 authorizes the commingling of Devonian, Wolfcamp, Abo, Blinbry, and Glorieta production on your State McCallister Lease after separately metering the production from each pool. It is our understanding that the Devonian zone on your State McCallister Lease has now been abandoned and that the two Abo wells and the two Wolfcamp wells have now declined to a marginal status. Further, that you now wish to commingle the Wolfcamp, Abo, Blinbry, and Glorieta production after separately metering the Blinbry and Glorieta production and determining the Wolfcamp and Abo production by means of the subtraction method, allocating the production to each of the two pools on the basis of periodic well tests.

Administrative Order PC-136 is hereby amended as described above, provided however, that you shall notify the Commission if at any time the Wolfcamp or Abo becomes capable of top allowable production in any well.

Very truly yours,

A. L. Porter, Jr.
Secretary-Director

ALA:DSN:sg

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
Oil & Gas Accounting Commission - Santa Fe
State Land Office - Santa Fe