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

## RECEIVED

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## August 16, 1973

O. C. C.

Mr. John R. Gray P. O. Box 1046 Artesia, New Mexico 88210

Attention: A. Goodson

Gentlemen:

Reference is made to your request for authority to commingle East Empire Yates-Seven Rivers casinghead gas and Red Lake-Grayburg casinghead gas on your Pan Am State Lease in Unit I of Section 28, Township 17 South, Range 28 East, Eddy County, New Mexico, prior to measurement and sale.

Based on the assumption that the ownership of the casinghead gas produced from these two pools on this lease is of identical ownership, you are hereby authorized commingling as described above. Allocation of gas production to each of the two pools shall be made on the basis of semi-annual gas-oil ratio tests of both wells on the lease.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/dr

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