# OIL CONSERVATION COMMISSION

P. O. BOX 871

#### SANTA FE. NEW MEXICO

## November 13, 1963

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

Attention: Mr. V. E. Staley

AMENDMENT
Administrative Order PLC-2

#### Gentlemen:

Reference is made to your letter dated October 8, 1963, wherein you request an amendment to Administrative Order PLC-2, which order authorized the commingling of Hobbs, Bowers, and Hobbs Drinkard production from various leases at your Hobbs Consolidated Battery No. 2. This order provided for separate metering and sampling of Hobbs Pool production from the State "A" Tract No. 1, State "A" Tract No. 2, State "A" Tract No. 3, State "A" Tract No. 4, State "A" Tract No. 5, and State "A" Tract No. 6, prior to commingling.

It is our understanding that all of the above tracts are on the same basic lease and that the ownership thereof is identical throughout. Further, that the Commissioner of Public Lands for the State of New Mexico has approved the commingling of said production without separate measurement prior to commingling.

Administrative Order PLC-2 is hereby amended to delete the requirement that the production from these tracts be individually metered prior to commingling. However, the commingled production from the various State "A" Tracts shall be metered prior to commingling with that of any other pool or other lease.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

### ALP/DSN/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe