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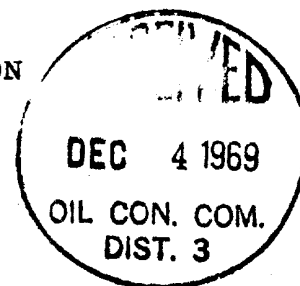
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BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO



IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 4274
Order No. R-3885

APPLICATION OF PAN AMERICAN PETROLEUM
CORPORATION FOR AN UNORTHODOX OIL WELL
LOCATION, SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 25, 1969,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 2nd day of December, 1969, the Commission, a
quorum being present, having considered the testimony, the record,
and the recommendations of the Examiner, and being fully advised
in the premises,

FINDS:

(1) That due public notice having been given as required by
law, the Commission has jurisdiction of this cause and the subject
matter thereof.

(2) That the applicant, Pan American Petroleum Corporation,
seeks an exception to the Special Rules and Regulations for the
Tocito Dome-Pennsylvanian "D" Oil Pool to drill its Navajo Tribal
"N" Well No. 11 at an unorthodox location 560 feet from the North
line and 1150 feet from the West line of Section 17, Township 26
North, Range 18 West, NMPM, San Juan County, New Mexico, in order
to be able to encounter the Pennsylvanian "D" producing section
below the gas-oil contact and above the oil-water contact.

(3) That a well drilled at the proposed location is more
likely to encounter the Pennsylvanian "D" producing section below
the gas-oil contact and above the oil-water contact than a well
drilled at a standard location for said pool and should, therefore,
result in greater ultimate recovery of oil.