FOR# 470 2-57

MAIN OFF PANCAMERICAN PETROLEUM CORPORATION 1060 SEP 16 PM 1:19

Box 480, Farmington, New Mexico September 15, 1960

> B-2324-400.1 File:

Qex 17,1960

361

Subject: Non-Standard Proration Unit Jicarilla Tribal 237 No. 1

Puerto Chiquito Gallup Field

Mr. A. L. Porter (2) New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Dear Sir:

In regard to development operations on acreage adjacent to the Puerto Chiquito Gallup Field, Rio Arriba County, New Mexico, it has been necessary to locate Pan American Petroleum Corporation's Jicarilla Tribal 237 No. 1 on Lot 4 of partial Section 29, T-27-N, R-1-E, to meet offset requirements. Irregularities in the legal subdivision of this section result in four tracts along the south line 801.9 feet in width with each lot containing 24.30 acres.

In accordance with conditions outlined in Paragraph (m) of Rule 104 of the Statewide Rules and Regulations, it is respectfully requested that administrative approval be granted for pooling Lots 3 and 4 to form a non-standard proration unit of 48.60 acres and allow orderly development of Pan American's Jicarilla Tribal Lease Contract No. 237 comprising all of Section 29. For your further consideration the following facts apply: the units involved are contiguous, the units are part of the same basic lease carrying the same royalty interest, and the ownership of the units involved is common.

The Jicarilla Tribal 237 No. 1 well for the proposed unit has been staked at a footage distance of 471.9 feet from the south line and 1295 feet from the west line of Section 29, T-27-N, R-1-E. The location is within 150 feet of the approximate geographical center of Lots 3 and 4 and is no closer than 330 feet to the outer boundaries of the proposed proration unit. Copies of a certified plat showing the well location and acreage involved in the pooling are attached.

Page 2 Mr. A. L. Porter September 15, 1960 File: B-2324-400.1

By registered letter, we are furnishing the only offset operator a copy of this request to form a non-standard unit in the Puerto Chiquito Gallup Field.

Yours very truly,

PAN AMERICAN PETROLEUM CORPORATION

· 9 J

L. O. Speer, Jr. Area Superintendent

RMB:hh Attach.

- cc: Mr. E. C. Arnold N.M.O.C.C., Aztec, N. M.
 - Mr. P. T. McGrath U.S.G.S., Farmington, N. M.

Intex Oil Company Denver, Colorado

PAN AMERICAN PETROLEUM CORPORATION

P. O. Box 480, Farmington; New Mexico (1) 11 And The Alternation September 22, 1960

File: B-2331-400.1 1870 557 -5 An 15 Subject: Non-Standard Provation Unit Jicarilla Tribal 237 No. 1 Puerto Chiquito Gallup Field

Inter 011 Company 845 First National Bank Building 621 Seventeenth Street Denver/2, Colorado

Gentlemen:

This will refer to your copy of our letter of September, 15, 1960, File: B-2324-400.1, to the New Mexico Oil Conservation Commission requesting approval to pool Lots 3 and 4 of partial Section 29, T-27-N, R-1-E, to form a non-standard proration unit of 48,60 acres for Pan American's Jicarilla Tribal 237 No. 1 in the Puerto Chiquito Gallup Field.

It has been necessary to locate the well on this tract, at a footage distance of 471.9 feet from the south line and 1295 feet from the west line of Section 29, to meet offset requirements of the U. S. Geological Survey for your U.S.A. Alto No. 1 in NW/4 NE/4 Section 5, T-26-N, R-1-E, Rio Arriba County, New Mexico. The pooling of the two lots will avoid the drilling of a well on a 24.30-acre tract and permit an orderly development program on Pan American's acreage in this area.

We have been informed that the New Mexico Oil Conservation Commission will give favorable consideration to our request providing a waiver is obtained from Intex Oil Company stating that you have no objection to the proposed non-standard unit of 48.60 acres for the Jicarilla Tribal 237 No. 1. If this is the case, we would certainly appreciate your sending the Commission such a waiver at your earliest convenience in order that drilling operations can be started with the rig presently available in the area.

Yours very truly,

PAN AMERICAN PETROLEUM CORPORATION

L. O. Speer, Jr. Area Superintendent

RMB:ep

cc: Mr. A. L. Porter New Mexico Oil Conservation Commission Santa Fe, New Mexico

ESTERN CLASS OF SERVICE SYMBOLS This is a fast message DL=Day Letter unless its deferred char-NL=Night Letter TELEGRAN acter is indicated by the 1201 (4-60) LT=International proper symbol. Letter Telegram The ating time shown in the date line on domestic telegrams is LOCAL TIME at point of origin. Time of receipt is LOCAL TIME at point of destination LA238 0B8 09 1960 SEP 26 PM 8 27 BEA370 NL PD=BAKERSFIELD CALIF 26= 0 NEW MEXICO OIL CONSERVATION COMMISSION= 1 PORTER PO BOX 871 SANTA FE NMEX= LETTER SEPTEMBER 15 REGARDING. PLEASE REFER PAN AMERICAN NON STANDARD PRO RATION UNIT JICARILLA TRIBAL 237 NUMBER 1-LOCATED 1295 FEET FROM WEST/LINE AND 471.9 FEET FROM RIO ARRIBAL COUNTY-SECTION 29 T27N R LE SOUTH LINE 0F APPROVES THIS LOCATION= INTEX 13:0 25b 53 WH 8:15 INTEX OIL CO= MININ OFFICE OCC 1295 471.9 29 T27N R1E RIO=. =15 237 THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE,

20 ESTERN U SYMBOLS CLASS OF SERVICE DL=Day Letter This a fast message NL=Night Letter unless its deferred character is indicated by the TELEGRA Q7 (4-60). LT=International Letter Telegram proper.symbol. The filing time shown in the date line on domestic telegrams is LOCAL TIME at point of brigin. Time of receipt is LOCAL TIME at point of destination LA148 L DVA196 PD=DENVER COLO 23 244PM MST= PAN む A L PORTER= OFFICE MEXICO OIL CONSERVATION COMM NEW NJ PO BOX 871 SANTA FE NMEX= Š. INTEXECTL COMPANY HAS NO OBJECTION TO WELL LOCATION THE THE PAN AMERICAN PETROLEUM CORPORATION JICAR TLLO 0F ON A NON STANDARD PRORATION UNIT TR | BAL 237-1 0F 48.6 ACRES COMPRISING LOTS 3 AND 4 SECTION 29 TOWNSHIP 27 NORTH RANGE 1_EAST RIO ARRIBA COUNTY NEW MEXICO= WILLIAM W WHITLEY== 237-1 48

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE