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PAN AMERICAN PETROLEUM CORPORATION POST OFFICE BOX 68 HOBBS, NEW MEXICO

December 14, 1961

File:

VES-1095-400.1

Subject: Application for Non-Standard

Gas Proration Unit - Pan

American Petroleum Corporation Southland Royalty Company "A" Well No. 4, Tubb Gas Pool, Lea County, New Mexico

Mr. A. L. Porter, Jr. (3) Secretary - Director New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Dear Mr. Porter:

We respectfully submit this application for and request approval of a 120 acre non-standard gas proration unit in the Tubb Gas Pool consisting of the following acreage:

> TOWNSHIP 21 SOUTH, RANGE 37 EAST NE/4 of the SE/4 and the S/2 of the SE/4, Section 4

This unit will be assigned to our Southland Royalty Company "A" Well No. 4 located 660 from the South and East Lines and in the SE/4 of the SE/4 of Section 4, T-21-S, R-37-E, N.M.P.M., Lea County, New Mexico.

This non-standard proration unit was occasioned by recent dual Tubb-Drinkard authorization of our Southland Royalty Company "A" Well No. 3 located in SE/4 of SW/4, Section 4, T-21-S, R-37-E, Lea County, New Mexico. Previously this 40 acre tract was dedicated to the Southland Royalty Company "A" Well No. 4.

In support of our request for exception approval without notice and hearing to Rule 5(A) of Order R-1670, the following is submitted:

- 1. This application letter is submitted in triplicate.
- The non-standard gas proration unit (a) consists of contiguous quarter-quarter sections; (b) Lies wholly within a single governmental section;

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- (c) May reasonably be presumed to be productive of gas; (d) Aength or width of proration unit does not exceed
- 2640'; (e) Lies within the horizontal limits of the Tubb Gas
- 3. By registered mail, copies of this letter are being furnished all offset operators notifying that application is being made for a non-standard proration unit.
- 4. A plat showing acreage to be dedicated, well location and offset ownership is attached.

Yours very truly,

V. E. Staley Area Superintendent

Attachment

MAILING LIST

COPIES TO:

- 1. New Mexico Oil Conservation Commission P. O. Box 2045 Hobbs, New Mexico
- 2. Continental Oil Company 825 Petroleum Building Roswell, New Mexico
- 3. Shell Oil Company
 P. O. Box 1858
 Roswell, New Mexico
- 4. The Texas Company
 P. O. Box 1270
 Midland, Texas
- 5. Gulf Oil Corporation P. O. Box 1938 Roswell, New Mexico