## PAN AMERICAN PETROLEUM CORPORATION

OIL AND GAS BUILDING

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D. L. RAY DIVISION ENGINEER FORT WORTH, TEXAS 76101

June 12, 1970

File: PEH

PEH-298-986.510.1

Subject:

Exception to Statewide "No Pit" Order

Pan American's Lusk "A" Lease

Double "L" Field

Chaves County, New Mexico

New Mexico Oil Conservation Commission (3) Post Office Box 871 Santa Fe, New Mexico 87501 Chair 4376

Gentlemen:

Pan American Petroleum Corporation respectfully requests that a hearing be docketed to consider our application for an exception to Rule R-3221, which prohibits surface disposal of oil field brines. We are requesting this exception for our Lusk "A" lease in the Double "L" Field, Chaves County, New Mexico.

The Lusk "A" lease currently has two producing wells (Wells No. 1 and 2) and we are currently drilling Well No. 3. Recent tests indicate Well No. 1 to be producing approximately 4 BWPD and Well No. 2 is producing approximately 8 BWPD.

Lusk "A" lease covers the NE/4 of Section 6, T14S R30E. The pit which would serve this lease is to be located in Unit "B".

By your Order No. R-3865, October, 1969, Dalport Oil Corporation was granted an exception to the "No Pit" order for their Amco Federal No. 2 located in the SW/4 of the NW/4 Section 31 T14S R30E, Chaves County, New Mexico.

Yours very truly,

D.L.Rayy

REM: jn

DOCKET MAILED

Date 6-18-70