

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico

October 26, 1961

File: VES-528-400 x 986.510.1

Subject: Commingling Production
State "CE" and "BR" Leases,
Empire Abo Field

Mr. A. L. Porter
Secretary-Director
New Mexico Oil Conservation Commission
Santa Fe, New Mexico

Dear Sir:

This has reference to your letter of October 20, 1961, wherein you requested additional information regarding our application for commingling production from the State "CE" and "BR" Leases, both located in Section 16, T-18-S, R-27-E, Eddy County, New Mexico.

Please find attached the revised schematic drawings showing the manner in which bad oil in the stock tanks will be recirculated. Also as indicated in the schematic drawing, we plan to use A. O. Smith T-6, temperature compensated meters at this installation which will be proved by master meter.

Yours very truly,

V. E. Staley
Area Superintendent

Attachment

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 20, 1961

Pan American Petroleum Corporation

P. O. Box 68

Hobbs, New Mexico

Attention: Mr. V. E. Staley

Gentlemen:

Reference is made to your letter of October 6, 1961, wherein you have requested authority to commingle Empire-Abo production from your State "BR" Lease and from your State "CE" Lease, both in Section 16, Township 18 South, Range 27 East, Eddy County, New Mexico.

We are returning herewith the schematic drawings of the installation. Please re-submit drawings showing the manner in which bad oil in the stock tanks will be re-circulated. We will also need to know the type and size of the meters which you propose to use, as well as what provisions will be made for proving the meters.

Very truly yours,

DANIEL S. NUTTER
Chief Engineer

DSN/og
Encls.

cc M. L. Armstrong
cc - Arden

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico

October 6, 1961

File: VES-499-400 x 986.510.1

Subject: Application for Commingling
of Production
State of New Mexico "BR" Lease
State of New Mexico "CE" Lease

Mr. A. L. Porter (3)
Secretary-Director
New Mexico Oil Conservation Commission
Santa Fe, New Mexico

Dear Mr. Porter:

Pan American Petroleum Corporation hereby respectfully requests and submits application for Administrative Approval for the commingling of production from separate leases as follows:

State of New Mexico "BR" Lease, Unit A, NE/4 NE/4 of Section 16, T-18-S, R-27-E, NMPM, Eddy County, New Mexico.

State of New Mexico "CE" Lease, Unit H and I, SE/4 NE/4 and NE/4 SE/4 of Section 16, T-18-S, R-27-E, Eddy County, New Mexico.

In support of our request for exception to Rule 309-A to permit the commingling of production from two separate leases into a common tank battery without notice and hearing, the following is submitted:

1. ✓ Plats of the leases, showing thereon the wells and the formation in which they are completed.
2. ✓ Schematic diagram of the commingling facility.
3. ✓ Production is from common source of supply, Abo Formation, Empire Abo Pool.
4. All parties owning an interest in the leases and the purchaser of the commingled production have been notified by certified mail of our intention to commingle the production from these leases.

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- 5✓ Production from the separate leases is diversified, and each lease shall be accurately measured and determined in accordance with applicable provisions of the current Commission "Manual for the Installation and Operation of Commingling Facilities."

Yours very truly,

A handwritten signature in dark ink, appearing to be 'V. E. Staley', written over a horizontal line.

V. E. Staley

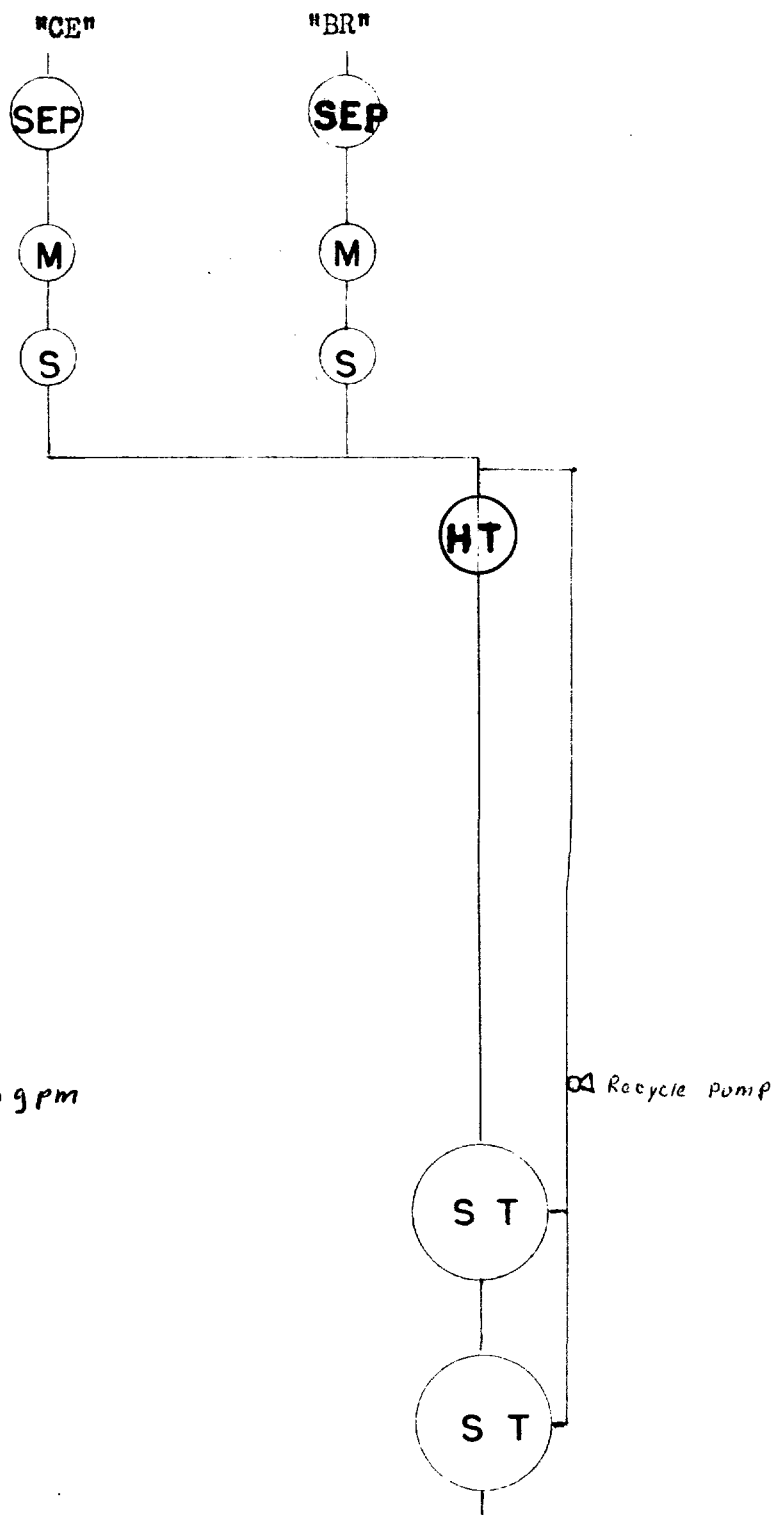
Attachments

ATTACHMENT

Joseph F. Schneider
Reis F. Schneider
Veronica M. Schneider
3969 West 6th
Los Angeles 5, California

Service Pipeline Company
P. O. Box 337
Midland, Texas

State of New Mexico
Beneficial Institution Common School Land
P. O. Box 791
Santa Fe, New Mexico
ATTENTION: Mr. Ted Bilberry



SEP - SEPARATOR
 HT - HEATER TREATER
 M - METER (A.O. Smith T-6) 60 gpm
 S - SAMPLER
 ST - STOCK TANKS (400 Bbl.)

PAN AMERICAN PETROLEUM CORPORATION

Schematic Diagram of Proposed Commingling Facilities
 State of New Mexico "CE" and "BR" Leases, Unit A, Section 16, T-18S, R-27E

SCALE:

DRG.
 NO.

