

# PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68  
Hobbs, New Mexico

April 1, 1968

File: VES-122400

Subject: *Amend*  
Administrative Order PC-55  
Request for Amendment of  
State "C" Tract 12 Lease  
Various Pools  
Lea County, New Mexico

68 APR 4 AM 8 33

New Mexico Oil Conservation Commission (3)  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Gentlemen:

Administrative Order PC-55, dated January 11, 1962, authorizes the commingling, after separately metering, the State "C" Tract 12 Lease production from the Blinebry and Drinkard Oil Pools and the Blinebry, Tubb, and Eumont Gas Pools.

The Eumont Gas Zone no longer produces. All wells in the other zones are marginal and are incapable of producing their top unit allowable. (See Attachment I)

Based on the above, we respectfully request that Administrative Order PC-55 be amended to provide for the removal of the Eumont Gas Pool and the commingling of the other pools without the metering of production.

Periodic well test shall be conducted and will be used as the basis for allocating pool and well production.

Schematic of the proposed installation is on Attachment II.

Attachment III is a plat of the State "C" Tract 12 Lease which encompasses the NW/4 of Section 16, T-21-S, R-37-E, Lea County, New Mexico.

There is no diversity of ownership between zones.

*Yours very truly,*

V. E. Staley  
Area Superintendent

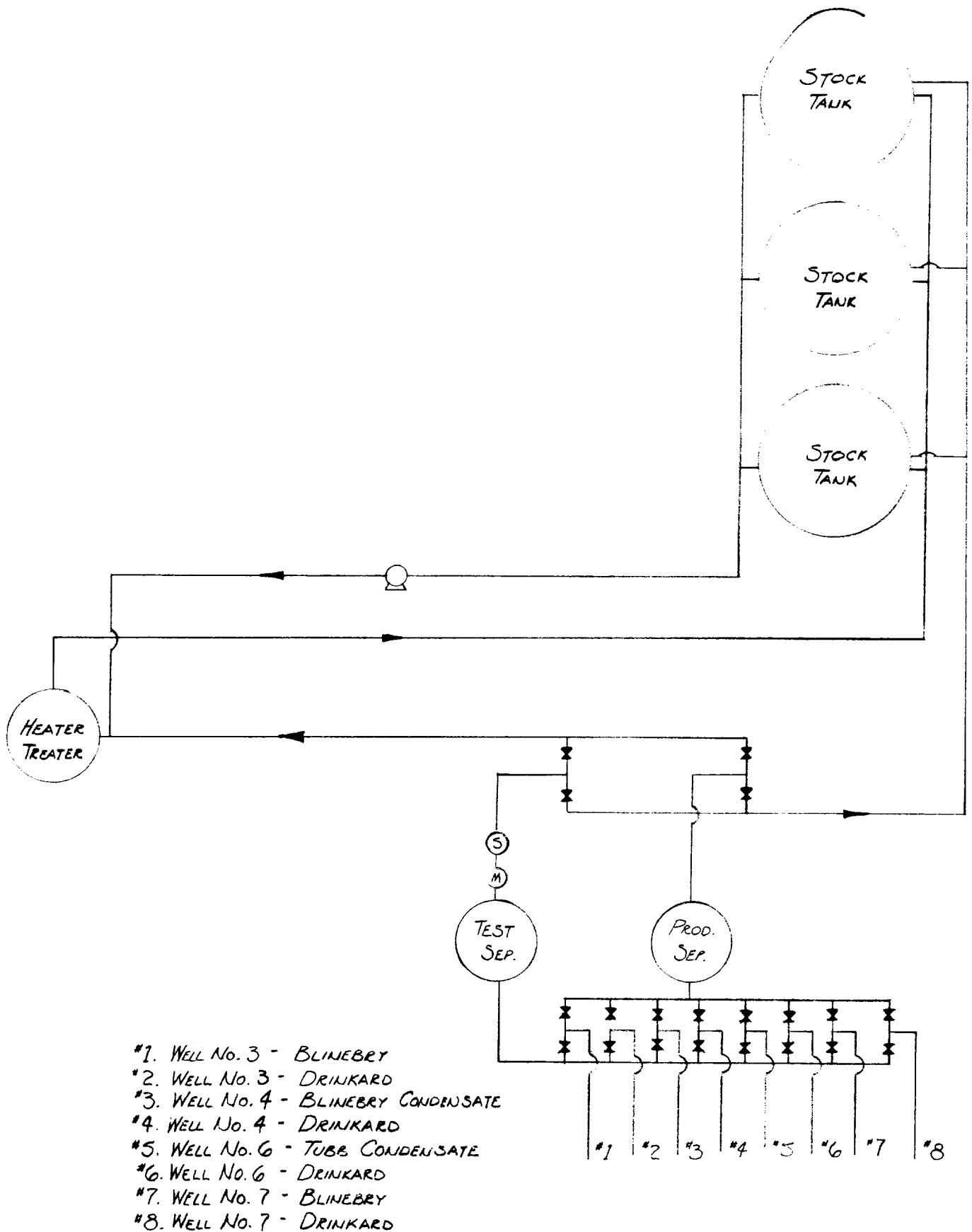
RRY/jt

cc: New Mexico Oil Conservation Commission  
P. O. Box 1980  
Hobbs, New Mexico

ATTACHMENT I

STATE "C" TRACT 12 LEASE

|                             | <u>Well No. 3</u> |            | <u>Well No. 4</u> |            | <u>Well No. 6Y</u> |            | <u>Well No. 7</u> |            | <u>Pool Allow</u> |
|-----------------------------|-------------------|------------|-------------------|------------|--------------------|------------|-------------------|------------|-------------------|
|                             | <u>Month</u>      | <u>Day</u> | <u>Month</u>      | <u>Day</u> | <u>Month</u>       | <u>Day</u> | <u>Month</u>      | <u>Day</u> |                   |
| Blinebry-Oil Prod Jan. Bbls | 200               | 6.4        |                   |            |                    |            | 425               | 13.7       | 75                |
| " Feb. Bbls                 | 162               | 5.6        |                   |            |                    |            | 365               | 12.6       | 78                |
| Drinkard-Oil Prod Jan. Bbls | 83                | 2.7        | 110               | 3.5        | 166                | 5.4        | 248               | 8.0        | 100               |
| " Feb. Bbls                 | 76                | 2.6        | 102               | 3.5        | 152                | 5.2        | 228               | 2.8        | 103               |
| Blinebry-Gas Prod Jan. Bbls |                   |            | 2                 | 2.0        |                    |            |                   |            | Gas               |
| " Feb. Bbls                 |                   |            | 118               | 4.1        |                    |            |                   |            | Gas               |
| Tubb-Gas Prod Jan. Bbls     |                   |            |                   |            | 33                 | 33.0       |                   |            | Gas               |
| " Feb. Bbls                 |                   |            |                   |            | 7                  | 7.0        |                   |            | Gas               |
| Days Prod Jan.              |                   |            |                   |            |                    | 1          |                   |            |                   |
| Days Prod Feb.              |                   |            |                   |            |                    | 1          |                   |            |                   |



PAN AMERICAN PETROLEUM CORPORATION

SCALE: NONE

 PROPOSED COMMINGLING INSTALLATION  
 STATE "C" Tr. 12 LEASE

 DRG.  
 NO.

STATE C Tr 12 LEASE COMMINGLED  
(NW/4 SEC 16, F21S, R-37-E)  
LEA CO. N. M.

TUBB - GAS