

PAN AMERICAN PETROLEUM CORPORATION

MAIL ROOM
PM 1
OCT 5 1964

Post Office Box 63
Hobbs, New Mexico

October 5, 1964

File: VES-259-400x541.111

Subject: Application to Commingle Production
State "C" Tract 13 Lease
B-1557

— 234

New Mexico Oil Conservation Commission
Post Office Box 871
Santa Fe, New Mexico

Attention: Mr. Daniel S. Hunter

Dear Sir:

Please find attached a copy of the letter of approval from the Commissioner of Public Lands concerning our application to commingle production on the State "C" Tract 13 Lease, Lea County, New Mexico, as requested by your letter of September 24, 1964.

Yours very truly,

V. E. Staley
Area Superintendent

Attachment

State of New Mexico



Commissioner of Public Lands

E. S. JOHNNY WALKER
COMMISSIONER



September 29, 1964

RECEIVED
PAN AMERICAN
PETROLEUM CORP.
OCT 1 1964
HOBBS, N. M.

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FILE	

NEW MEXICO
'64 Oct 7 PM 1
also following

Pan American Petroleum Corporation
Post Office Box 68
Hobbs, New Mexico

Att: V. E. Staley

In RE: Request for Permission to
commingle production from
State "C" Tract 15 Lease
B-1557, located in W $\frac{1}{2}$ NE $\frac{1}{4}$,
and NW $\frac{1}{4}$ Section 3 $\frac{1}{2}$, 21 South
37 East, Lea County, New Mexico.

Gentlemen:

Thank you for your letter of September 28, 1964, wherein you gave us the information that we had asked for in reference to your request for commingling.

With the information that you gave us, we can approve your request since ownership is common throughout, and since there will be no loss of royalty to the State through this operation. This approval is granted however, with the understanding that the Commissioner of Public Lands reserves the right to amend or withdraw his approval at any time, should a loss of revenue occur.

Very truly yours,

E. S. JOHNNY WALKER,
Commissioner of Public Lands

By

ROMULO G. MARTINEZ,
Oil and Gas Department

ESJW/RGM/kcl

w/cc to: Oil Conservation Commission
Oil and Gas Accounting Commission

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

September 24, 1964

Van American Petroleum Corporation
P. O. Box 68
Hobbs, New Mexico

Attention: Mr. V. E. Staley

Gentlemen:

Reference is made to your application dated September 4, 1964, for authority to commingle Drinkard, Blinebry, and Blinebry distillate on your State "C" Tract 13 Lease, Lea County, New Mexico.

Inasmuch as this is a state lease, it will be necessary for you to secure the approval of the Commissioner of Public Lands for the State of New Mexico before we can approve the application. Upon receipt of approval from the Commissioner, we will be happy to process your application.

Very truly yours,

Daniel S. Mutter
Chief Engineer

DSN:sg

cc: State Land Office - Santa Fe

C
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P
Y

PHIC
MAIN OFFICE
SEP 04

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico

September 4, 1964

File: VES-233-400 x 986.510.1

Subject: Application to Commingle Production
State "C" Tract 13 Lease
State Lease No. B-1557

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

Dear Sir:

Pan American Petroleum Corporation hereby submits application for the commingling of oil production without prior metering of the Drinkard (oil), Blinebry (oil), and Blinebry (condensate) on the State "C" Tract 13 Lease, Lea County, New Mexico.

In support of our request for exception to Rule 303(a), to permit commingling of commonly owned production from two or more common sources of supply, the following is submitted:

1. Plats of the State "C" Tract 13 Lease showing thereon all wells and the formation in which they are completed.
2. Schematic diagram of the proposed commingling facility located in the NW/4 of NW/4, Section 36, T-21-S, R-37-E, Lea County, New Mexico.
3. Tabulation of production from each pool for a 60-day period showing that the average daily production has been below top allowable for the subject pools.
4. The purchaser of the commingled production will make settlement on the basis of representative gravities from each individual zone and the volume from each zone as allocated by well tests. Therefore, there will be no changes in the commercial value of the liquid hydrocarbons as a result of commingling.

Yours very truly,



V. E. Staley
Area Superintendent

Attachments

26

R-37-E

25

(GULF)
1
(OLSEN)
T.P.C. & O.

Eva Owen
(OLSEN)
T.P.C. & O.

J.E. Simmons

Cone
REPOLLO "B"
SINCLAIR

Hill
REPOLLO
SINCLAIR



A-35
METAL
Lockhart "B" 35
(CONT'L) PAN AM ETAL

State
PAN AM. "C"

T
21
GULF S

35

36

Mark Owen
CITIES SERVICE

State "367"
REPOLLO

TIDEWATER
"Q"

BLINEBRY
Yeso Lime 5575'



- LEGEND -

Pan American Petroleum Corporation

— Lubbock District —

EUNICE AREA

Lead County, New Mexico

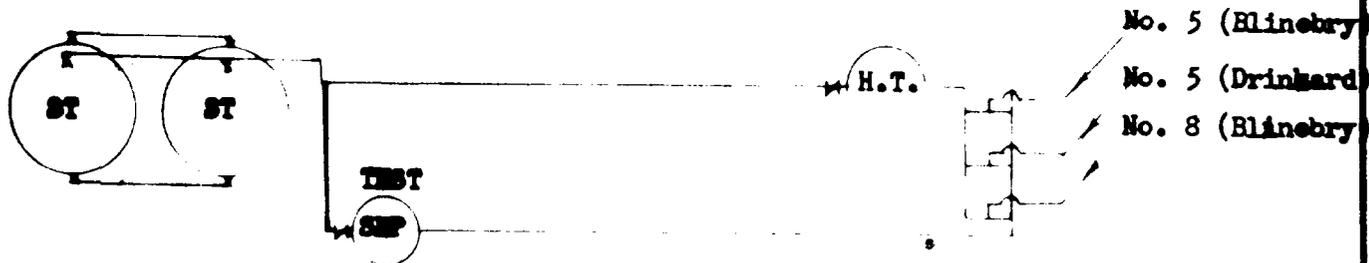
Scale 1" = 1000'

Drawn
2-15-62
JRH

Revised

Date

Posted



PAN AMERICAN PETROLEUM CORPORATION

SCALE:

State "00" Tract 13 Lease - Proposed Commingling Facility
 Located: NW/4 of NW/4, Sec. 36, T-21-S, R-37-E, Lee County, New Mexico

DRG.
 No.

STATE "G" TRACT 13 LEASE PRODUCTION

<u>Well No.</u>	<u>Pool</u>	<u>Top Allowable</u>	<u>June, 1964 Production</u>				<u>July, 1964 Production</u>				<u>August, 1963 Production</u>			
			<u>Bbls. Oil</u>	<u>No. Days Produced</u>	<u>Avg. Daily Production</u>	<u>Bbls. Oil</u>	<u>No. Days Produced</u>	<u>Avg. Daily Production</u>	<u>Bbls. Oil</u>	<u>No. Days Produced</u>	<u>Avg. Daily Production</u>	<u>Bbls. Oil</u>	<u>No. Days Produced</u>	<u>Avg. Daily Production</u>
8	Blneby (oil)	50	772	21	36.8	420	17	24.7	723	29	25.0			
5	Drinkard (oil)	66	288	19	15.2	443	30	14.8	151	31	4.9			
5	Blneby (condensate)	None	73	1	73.0	0	1	0	724	31	23.4			