

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

April 22, 1968

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

Attention: Mr. V. E. Staley

Administrative Order PC-347

Gentlemen:

Reference is made to your application dated March 19, 1968, for administrative approval of an exception to Rule 303 (a) of the Commission Rules and Regulations to permit the commingling of North Bagley-Upper Pennsylvanian production and North Bagley-Lower Pennsylvanian production on your State "DK" Lease which comprises the N/2 NE/4 and E/2 NW/4 of Section 17, Township 11 South, Range 33 East, Lea County, New Mexico, allocating the production on the basis of periodic well tests. It is our understanding that the production from each pool is of marginal nature.

By the authority vested in me under the provisions of Rule 303 (b) of the Commission Rules and Regulations, you are hereby authorized to commingle the production from the aforesaid pools on said lease in the above-described manner, provided however, that the installation shall be operated in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," and provided further, that you shall notify the Commission at such time as any well in either of the aforesaid pools is capable of top allowable production.

Very truly yours,

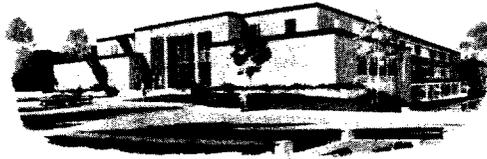
A. L. PORTER, Jr.  
Secretary-Director

ALP/DSH/esr

cc: Oil Conservation Commission (with enclosure) - Hobbs  
Oil & Gas Engineering Committee - Hobbs  
State Land Office - Santa Fe



State of New Mexico



Commissioner of Public Lands



GUYTON B. HAYS  
COMMISSIONER

P. O. BOX 1148  
SANTA FE, NEW MEXICO

April 10, 1968

Pan American Petroleum Corporation  
Post Office Box 68  
Hobbs, New Mexico  
88240

Re: Your File: VES-94-400

Subj: Commingleing of Pool Production  
State "DK" Lease  
State Land Lease No. E-7489  
Lea County, New Mex - LOCO #12

Attn: V. E. Staley, Area Supt.

Gentlemen:

In compliance with your application to the New Mexico Oil Conservation Commission requesting permission for pool commingling of oil production on the State "DK" Lease from the Bagley, North Lower Penn, and Bagley, North Upper Penn Oil Pools, The Commissioner of Public Lands hereby grants permission for this commingling.

The Commissioner of Public Lands reserves the right to withdraw approval of the application if at any time, in his discretion, he deems this operation to be adverse to the best interests of the State of New Mexico.

Very truly yours,

GUYTON B. HAYS  
Commissioner of Public Lands

TB:jc

cc: New Mex Oil Conservation Comm  
P. O. Box 2088, Santa Fe

New Mexico Oil & Gas Accounting Comm  
P. O. Box 2308, Santa Fe

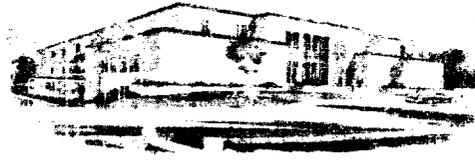
By:  
TED BILBERRY, Director  
Oil and Gas Department

MAIL ROOM

'68 APR 12 AM 8 3

P. S. -- Receipt for your \$10.00 filing fee is enclosed herewith.

State of New Mexico



Commissioner of Public Lands



1917

1917

...

...

...

...

...

...

...

...

...

...

...

...

...

...

...