

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico

RECEIVED JUN 17 1963 09

June 17, 1963

File: VES-176-541.112

Subject: Commingling Oil Production
State "A" Tract 8, Leech
R/A "A" & Leech R/A "B"
Leases, Lea County, N. M.

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

Dear Sir:

Reference is made to our letter of June 7, 1963, concerning the application to commingle oil production on State "A" Tract 8, Leech R/A "A" and Leech R/A "B" Leases in Lea County, New Mexico.

Please find attached the letter of approval of the Commissioner of Public Lands, State of New Mexico, concerning the subject application.

Yours very truly,



V. E. Staley
Area Superintendent

DET:sln

Attachment (1)

State of New Mexico



Commissioner of Public Lands



E. S. JOHNNY WALKER
COMMISSIONER

June 11, 1963

RECEIVED	
PAN AMERICAN	
PETROLEUM	
JUN 14 1963	
HOBS.	
AS	1
AC	
AE	2
AF1	3
AF2	
AAC	
P. O. BOX 791	
SANTA FE, NEW MEXICO	
FILE	

GDD
all in documents
please

RTD

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

Re: Application to commingle oil production
State "A" Tract 8, Leech R/A "A", and
Leech R/A "B", Lea County, New Mexico.
S $\frac{1}{2}$ SW $\frac{1}{4}$ Sec. 10, Twp. 19S, Rge. 38E, and
E $\frac{1}{2}$ W $\frac{1}{2}$, Sec. 15, Twp. 19S, Rge. 38E.

Gentlemen:

This office can find no reason to object to the above, provided that state wells are separately metered. The acreage that you request permission on is not Common ownership, and that is the reason for separate metering and sampling. We therefore approve your request, subject to approval by the Oil Conservation Commission.

Thank you for your plats and schematic diagrams.

Very truly yours,

E. S. JOHNNY WALKER
COMMISSIONER OF PUBLIC LANDS

By: *Romulo Martinez*

ROMULO MARTINEZ
Oil and Gas Department

EW/RM/pr

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

State "A" Tr. 7

W. S. Capps

E. H. Myers "A"

R. L. Thorp /A "C"

R. L. Thorp /A "A"

R. H. Turner Tr. 2 (Sowers)

R. L. Thorp /A "B"

R. H. Turner Tr. 2

R. H. Turner Tr. 2

R. H. Turner /A "A"

R. H. Turner /A "B"

W. S. Capps Test

E. H. Myers "A" Test

ST

ST

ST

R. H. Turner Tr. 2 Test

State "A" Tr. 2

Leach /A "A"

Leach /A "B"

cycle heater

LAC
alt

Recycle
Pump

to
Pipeline

ILLEGIBLE

PAN AMERICAN
PETROLEUM CORPORATION

Schematic Diagram of Proposed
Additions to Hobbs Consolidated
Battery No. 1, NW/4 of NE/4,
Section 10, T-19-S, R-38-E.

DR. CK. AP. AP. NC.

SCALE DATE

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico

June 7, 1963

File: VES-165-400 x 986.510.1

Subject: Application to Commingle Oil
Production - State "A" Tract 8,
Leech R/A "A", and Leech R/A "B",
Lea County, New Mexico

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 respectfully submits application for the commingling of Hobbs Pool production from the State "A" Tract 8, Leech R/A "A" and Leech R/A "B" Leases with commingled Hobbs and Bowers Pool production at the Hobbs Consolidated Battery No. 1.

In support of our request for exception without notice and hearing to Rules 303-A and 309-B, the following is submitted:

1. Oil production from various leases with wells completed in the Hobbs and Bowers Pools is presently commingled at the Hobbs Consolidated Battery No. 1, located in NW/4 of NW/4 of Section 10, T-19-S, R-38-E. Permission for off-lease storage of commingled production from several leases was obtained July 26, 1961, Order R-2041. Production from each lease and each pool is metered and sampled separately prior to commingling utilizing A. O. Smith T-6 temperature compensated meters equipped with samplers. Production from the Leech R/A "A" and the Leech R/A "B" is presently commingled at the Leech Commingled Battery located NE/4 of SE/4 of NW/4, Section 15, T-19-S, R-36-E. Administrative approval for the commingling of production from separate leases was granted December 26, 1961, Administrative Order CTB-74. Production from the State "A" Tract 8, Leech R/A "A" and Leech R/A "B" will be metered and sampled separately prior to commingling at the Hobbs Consolidated Battery I, utilizing A. O. Smith temperature compensated meters equipped with samplers.
2. The A. O. Smith T-6 meters will be proved monthly with a master meter.

3. Detailed data of liquid hydrocarbons:

<u>Source</u>	<u>Gravity °API</u>	<u>Value-\$/BBL</u>	<u>Estimated Annual Production (Bbls)</u>
A. Hobbs Consolidated Battery 1-Commingled Hobbs & Bowers Pools	35.5	2.85	303,600
B. State "A" Tract 8 Lease - Hobbs Pool	35.1	2.85	12,800
C. Leech Commingled Bat- tery-Commingled Hobbs Pool	35.7	2.85	6,400
D. Total Commingled Production	35.5	2.85	322,800

The commercial value of the commingled production will be the same as the sum of the production from each source of supply.

4. All parties owning an interest in the Leech R/A "A" and Leech R/A "B" and the purchaser of the commingled production have been notified by certified mail of our intention to commingle production from these leases.
5. Plats of the leases, showing the location of wells and the formation in which they are completed are attached.
6. A schematic diagram of the proposed installation is attached.

Yours very truly,



V. E. Staley
Area Superintendent

DET:sln

Attachments

LEONARD LEECH R/A '68'

MAILING LIST

Susan E. Braymer
2035 S. Dewey Avenue
Bartlesville, Oklahoma

Joanne Grieb
P. O. Box 516
Buena Vista, Colorado

Aberdeen Petroleum Corporation
P. O. Box 2708
Tulsa, Oklahoma

Sabine Royalty Corporation
1210 Mercantile Bank Bldg.
Dallas 1, Texas

Investors Royalty Co., Inc.
414 Thompson Building
Tulsa 3, Oklahoma

Luceille A. Schrader
Box 163
Yukon, Oklahoma

Leonard Leech
c/o Mrs. Ned Dunbar
P. O. Box 465
Rocksprings, Texas

Robert K. Black and
Lorraine S. Black
2517 Pembroke Terrace
Oklahoma City, Okla.

J. B. Umpleby
6214 Park Lane
Dallas 5, Texas

George Rogers
114 West 8th
Topeka, Kansas

Joe P. Crawford and Ila L. Crawford
P. O. Box 1 GFM
Oklahoma City 1, Oklahoma

Margaret Harris Long
1300 Colcord Bldg.
Oklahoma City 2, Okla.

Mabel Schuermeier
P. O. Box 389
Okmulgee, Oklahoma

William J. Harris
1011 Colcord Bldg.
Oklahoma City 2, Okla.

A. Schrader
P. O. Box 392
Lander, Wyoming

V. V. Harris, Jr.
Box 3967, University Station
Tucson, Arizona

LEONARD LEECH P/A STAFF

MAILING LIST

Aberdeen Petroleum Corporation
P. O. Box 2708
Tulsa, Oklahoma

Robert K. Black and
Lorraine S. Black
2517 Pembroke Terrace
Oklahoma City, Oklahoma

Susan E. Braymer
2035 S. Dewey Avenue
Bartlesville, Oklahoma

Fred H. Campbell
1022 Franklin Street
Whittier, California

Joe P. Crawford and Ila L. Crawford
P. O. Box 1 GPO
Oklahoma City 1, Oklahoma

Joanne Grieb
P. O. Box 516
Buena Vista, Colorado

V. V. Harris, Jr.
921 Cravens Building
Oklahoma City 2, Oklahoma

Investors Royalty Company, Inc.
1309 Thompson Building
Tulsa 3, Oklahoma

Leonard Leech
c/o Mrs. Ned Dunbar
P. O. Box 465
Rocksprings, Texas

Marshall and Winston, Inc.
1051 Ercston Avenue
Los Angeles 24, California

J. Hiram Moore
P. O. Box 1537
Hobbs, New Mexico

George Rogers
114 West 8th
Topeka, Kansas

Luceille A. Schrader
P. O. Box 163
Yukon, Oklahoma

S. A. Schrader
P. O. Box 392
Lander, Wyoming

Mabel Schuermeyer
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6214 Park Lane
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1300 Colcord Building
Oklahoma City 2, Okla.

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1011 Colcord Building
Oklahoma City 2, Okla.

1963 JUN 11 10 2 58

June 11, 1963

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

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E. S. JOHNNY WALKER
COMMISSIONER OF PUBLIC LANDS

By:

ROMULO MARTINEZ
Oil and Gas Department

EW/RM/pr

C
O
P
Y