

*Entered May 24, 1968*  
*R. J. P.*

BEFORE THE OIL CONSERVATION COMMISSION  
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
COMMISSION OF NEW MEXICO FOR  
THE PURPOSE OF CONSIDERING:

CASE No. 3764  
Order No. R-3417

APPLICATION OF PAN AMERICAN PETROLEUM  
CORPORATION FOR LEASE COMMINGLING, SAN  
JUAN COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 16, 1968,  
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 24th day of May, 1968, the Commission, a  
quorum being present, having considered the testimony, the record,  
and the recommendations of the Examiner, and being fully advised  
in the premises,

FINDS:

(1) That due public notice having been given as required by  
law, the Commission has jurisdiction of this cause and the subject  
matter thereof.

(2) That the applicant, Pan American Petroleum Corporation,  
is the operator of the Navajo Tribal USG Section 18 (B) and the  
Navajo Tribal USG Section 19 (A) Leases in Sections 18 and 19,  
respectively, of Township 29 North, Range 16 West, NMPM, Hogback-  
Dakota Oil Pool, San Juan County, New Mexico.

(3) That the applicant seeks authority to commingle the  
Dakota oil production from said leases in a common tank battery  
to be located in Unit J of said Section 19, allocating the  
production to each of said leases on the basis of periodic  
well tests.

(4) That approval of the subject application will result  
in economic savings to the operator, prevent waste, and protect  
correlative rights.

-2-

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IT IS THEREFORE ORDERED:

(1) That the applicant, Pan American Petroleum Corporation, is hereby authorized to commingle the Dakota production from its Navajo Tribal USG Section 18 (B) and from its Navajo Tribal USG Section 19 (A) Leases in Sections 18 and 19 of Township 29 North, Range 16 West, NMPM, Hogback-Dakota Oil Pool, San Juan County, New Mexico, allocating the production to each lease on the basis of monthly well tests.

(2) That adequate facilities shall be installed and maintained by the applicant in conformance with applicant's Exhibit No. 1 introduced in this case to permit determining the producing capacity of each well on each lease at least once each month.

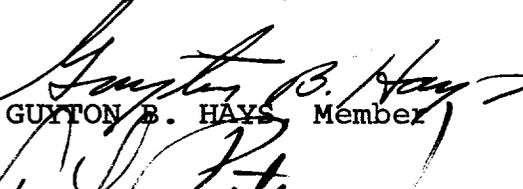
(3) That the applicant shall conduct monthly productivity tests on all commingled wells in the Hogback-Dakota Oil Pool on its Navajo Tribal USG Section 18 (B) Lease in Section 18, Township 29 North, Range 16 West, and shall file the results of said tests with the Commission District Office at Aztec on Commission Form C-116 each month.

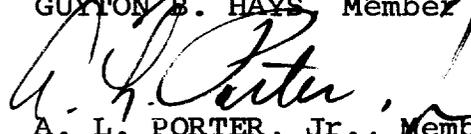
(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO  
OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman

  
GUYTON B. HAYS, Member

  
A. L. PORTER, Jr., Member & Secretary

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