

# PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68  
Hobbs, New Mexico

December 20, 1968

File: VES-419-541.112 x 400

Subject: Commingling of Production  
State "DB" and State "DF" Leases  
Into State "DB" Storage System  
Chaveroo San Andres Field  
Roosevelt County, New Mexico

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

Attention: Mr. A. L. Porter, Jr.  
Secretary Director

Gentlemen:

Reference is made to Administrative Order CTB-164 dated September 13, 1966, authorizing the commingling of San Andres oil production from our State "DB" Lease, W/2 and SW/4 SE/4 of Section 25, and the State "DF" Lease, NE/4 SE/4 of Section 25, all in Township 7 South, Range 33 East, Roosevelt County, New Mexico.

The State "DF" Well No. 1 located in Unit I of Section 25, T-7-S, R-33-E, is currently being converted to a pressure maintenance injection well in accordance with Order R-3578.

In view of the foregoing, it is requested that Order CTB-164 be cancelled effective 1-1-69.

Yours very truly,

V. E. Staley  
Area Superintendent

RRY/bsh

CC: NMOCC  
Hobbs

# PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68  
Hobbs, New Mexico

September 13, 1966

File: VES-312-541.112 x 400

Subject: Commingling of Production  
State "DB" and State "DF" Leases  
Chaveroo Field  
Roosevelt County, New Mexico

*File  
CTB-164*

Mr. A. L. Porter, Jr.  
Secretary-Director  
New Mexico Oil Conservation Commission  
Post Office Box 2088  
Santa Fe, New Mexico

Dear Sir:

This has reference to our letter of July 25, 1966, File: VES-292-541.112 x 400, requesting permission to commingle production from the subject leases. Attached you will find the approval given by the Commissioner of Public Lands of the State of New Mexico for this commingling project.

SEP 14 1966  
AM 8 01

Yours very truly,

*V. E. Staley*  
V. E. Staley  
Area Superintendent

AK:la

Attachment

P. O. BOX 1148  
SANTA FE, NEW MEXICO

RECEIVED  
PAN AMERICAN  
PETROLEUM CORP.  
AUG 25 1966  
HOBBS, N. M.

GBH:TB:ELB:ydš

# PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68  
Hobbs, New Mexico

July 25, 1966

File: VES-232-541.112 x 400

Subject: Commingling of Production  
State "DB" and State "DF" Leases  
Chaveroo Field

Mr. A. L. Porter, Jr.  
Secretary-Director  
New Mexico Oil Conservation Commission  
Post Office Box 2088  
Santa Fe, New Mexico

Dear Sir:

Pan American Petroleum Corporation respectfully requests and submits application for administrative approval for the commingling of production from separate leases as follows:

State "DB" Wells No. 1 through No. 9 - Units C, D, E, F, K, L, M, N, and O, Section 25, T-7-S, R-33-E, N.M.P.M., Roosevelt County, New Mexico.

State "DF" Well No. 1 - Unit I, Section 25, T-7-S, R-33-E, N.M.P.M., Roosevelt County, New Mexico.

In support of our request for exception to Rule 309-A and under the provisions of Rule 309-B to permit the commingling of production from two separate leases into a common tank battery without notice and hearing, the following is submitted:

1. Plats of the leases showing thereon the wells and the formation in which they are completed.
2. Schematic diagram of the commingling facility, located in Unit E, Section 25, T-7-S, R-33-E, Roosevelt County, New Mexico.
3. Production is from a common source of supply, and the commercial value of the commingled production will be unchanged.
4. All parties owning an interest in the leases and the purchaser of the commingled production have been notified by certified mail of our intention to commingle the production from these leases.

Page Two  
Mr. A. L. Porter, Jr.  
July 25, 1966

5. Permission to install an automatic custody transfer system was granted May 20, 1966, ACT Permit No. I-183.
6. Production from the separate leases is common as to working interest ownership, royalty ownership, and overriding royalty ownership. Adequate facilities will be installed to permit determining the producing capacity of each well on each lease at least once each month in accordance with applicable provisions of the current Commission Manual For the Installation and Operation of Commingling Facilities.

~~Yours very truly,~~

V. E. Staley  
Area Superintendent

AK:la

Attachments

MAILING LIST

New Mexico Oil Conservation Commission  
Post Office Box 1980  
Hobbs, New Mexico

State Land Office  
Post Office Box 1148  
Santa Fe, New Mexico

Magnolia Pipe Line Company  
Post Office Box 900  
Dallas 21, Texas

Mobil Oil Company  
Post Office Box 3115  
Midland, Texas

PAN AM 0208  
199601  
2-26-66  
Coleman

Bradley

KERN CO LAND

4330 PAN AM  
199596  
1-27-66

4334  
●4

4327'  
●2

4340'  
●1

4332'  
●1

○4

4346  
●3  
DALPORT  
8-1-69

4335  
●1

4330'  
●3

4331  
●1

4329'  
●3

OI-  
TENNECO  
12-16-68  
"V"

"DB"  
PAN AM 7/8  
199640  
3-21-71

State

SO. PETR EXPL  
8-21-72  
"J"

4343'  
●4

4330'  
●2

4330  
●3

4330'  
●1

KERMIT OIL  
3-15-76

25

4348  
●7

4338  
●4

4327  
●7

KERR-MCGEE  
2-11-67  
4338'

"DF"  
pt. 199640  
4325'  
●1

4346  
●8

4333'  
●6

4333  
●8

●9

SO. PETR  
8-21-72

SKELLY  
4-18-71  
4345 ●17-T

4340  
●1

4333'  
●3

OI

SKELLY  
5-16-71

"K"  
SO. PETR  
8-21-72

State

4348  
●5

4338'  
●2

Pan American Petro. Corp.  
STATE DB & DF  
LEASES

Roosevelt Co., N. Mex.

Scale = 1" = 1000'

SHELL  
4333'  
●3

August 23, 1966

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

RE: Commingling of Production  
Your File Number VES-232-541.112 x 400  
State "DB" and State "DF" Leases  
Chavez Field, State Lease K-1276

Attention: Mr. V.E. Staley

Gentlemen:

We have reviewed your application to commingle Chavez production from the W/2, NE/4SE/4, SW/4 SE/4 of Section 25, Township 7 South, Range 33 East, Roosevelt County, New Mexico.

By reason of the fact that the production is derived solely from Chavez San Andres Pool, that it only involves New Mexico State Lease K-1276 and that there is only one State beneficiary included, please be advised that the Commissioner of Public Lands has no objection to your commingling proposal. In the event that you wish to alter your facilities, please notify us.

We appreciate your cooperation in regard to this matter.

Very truly yours,

GUYTON B. HAYS  
COMMISSIONER OF PUBLIC LANDS

BY:

TED BILBERRY, DIRECTOR  
Oil and Gas Department