

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico 88240

January 19, 1970

File: VES-36-541.112 x 400

Subject: Commingling of Lease Production
SOLSBERY FEDERAL OIL COM into
TODD STORAGE SYSTEM
TODD Lower San Andres Oil Pool
Roosevelt County, New Mexico

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

Gentlemen:

Pan American Petroleum Corporation respectfully requests that Administrative Order CTB-194 dated March 13, 1969, be revised to permit the commingling of San Andres oil production from the SOLSBERY FEDERAL OIL COM LEASE, comprising the E/2 SE/4 of Section 29, T-7-S, R-36-E, Roosevelt County, New Mexico, with San Andres oil production from the Peterson "A" Federal and Spradley Fed. Leases.

Production from this lease shall be separately metered and sampled, and the installation and maintenance shall be in accordance with the "Manual for the Installation and Operation of Commingling Facilities."

There shall be no reduction in the commercial value of the production since all leases produce from a common source.

By certified mail, copies of this letter are being sent to all ownership interests, the purchaser, and the pipe line company.

Yours very truly,

V. E. Staley
Area Superintendent

RRY/jt

cc: United States Geological Survey (2)
Box 1857
Roswell, New Mexico 88201
NMOCC
Box 1980
Hobbs, New Mexico 88240

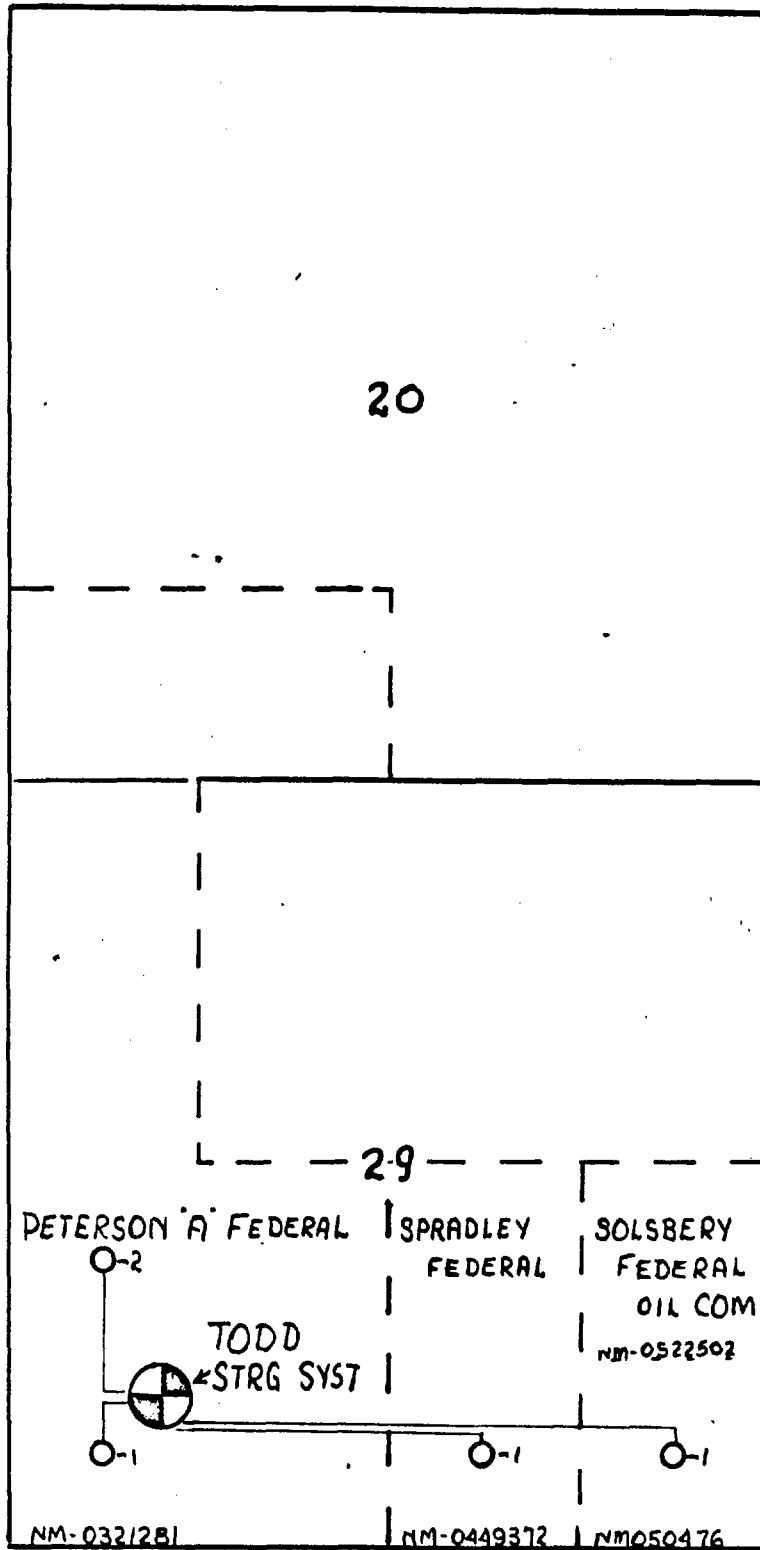
Mobil Pipe Line Company
Box 633
Midland, Texas 79701
Mobil Oil Corp.
Box 900
Dallas, Texas 75200

Attachments

R-36-E

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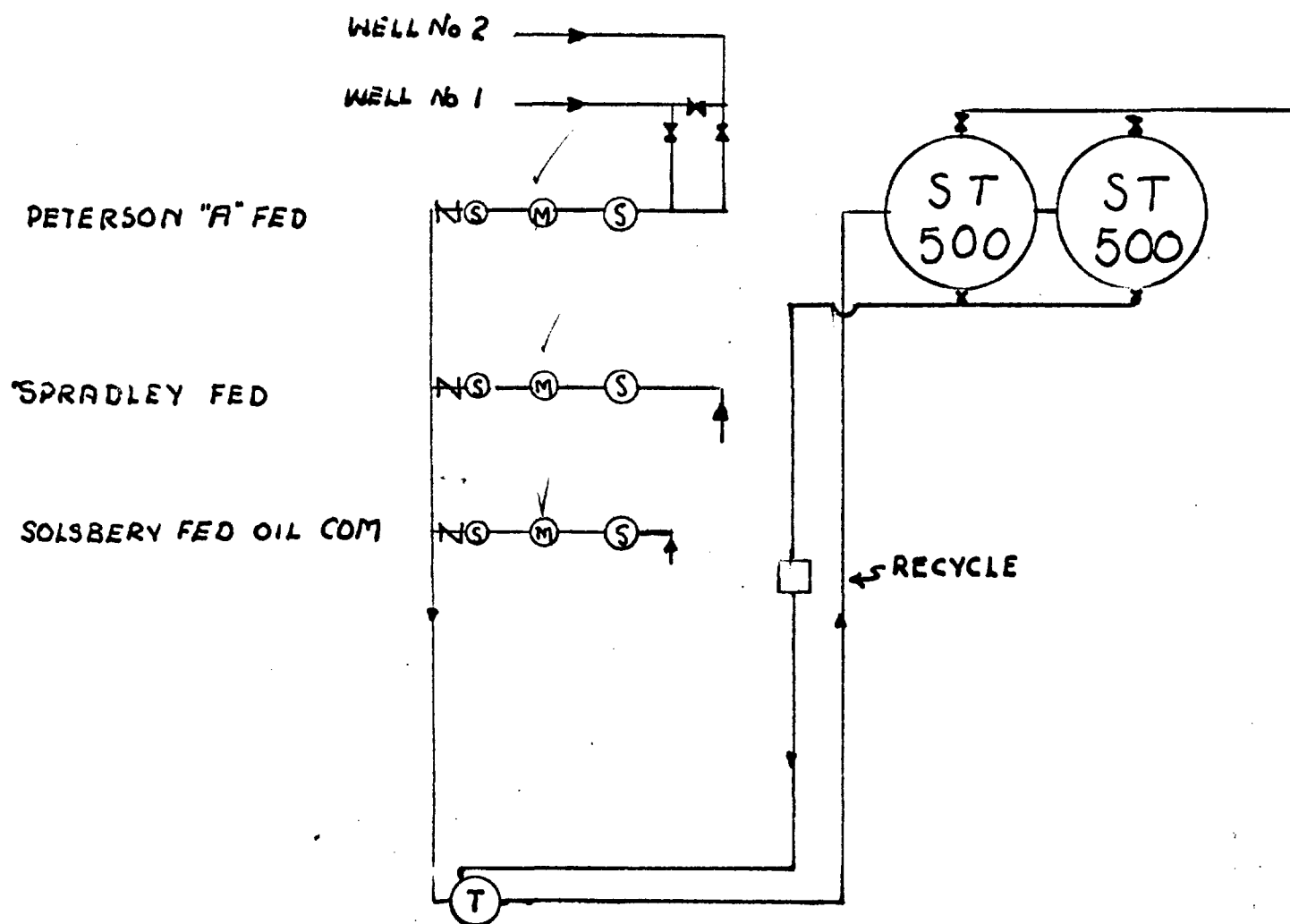


PAN AMERICAN PETROLEUM CORPORATION

PLAT OF LEASES SERVED BY ACT FACILITY, TODD STORAGE SYSTEM (M-29-7-36)

SCALE:

DRG.
No.



PAN AMERICAN PETROLEUM CORPORATION

SCHEMATIC DIAGRAM of TODD Storage System, TODD Lower San Andres Oil Pool
Roosevelt County, New Mexico (SW/4 SW/4 Sec. 29-7-36)

SCALE:

DRG.
No.

OWNERSHIP MAILING LIST

Spradley Federal Lease

Charles C. Langdon
P. O. Box 9317
Fort Worth, Texas

Robert G. Hanagan et ux Nancy Sue
P. O. Box 1737
Roswell, New Mexico 88201

Mr. & Mrs. Wilton E. Spradley
321 Wyoming SE
Albuquerque, New Mexico

Peterson "A" Federal

William G. McCoy
P. O. Box 1352
Roswell, New Mexico 88201

Ed L. Castron
1113 West 25th
Casper, Wyoming 82601

Solsbery Federal Oil Com

Olen F. Featherstone
1717 West Second Street
Roswell, New Mexico 88201

Lester C. Hotchkiss
Alpha L. Hotchkiss
4949 North Van Ness Blvd
Fresno, California

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

March 13, 1969

**Pan American Petroleum Corporation
P. O. Box 68
Hobbs, New Mexico 88240**

Attention: Mr. V. E. Staley

Administrative Order CTB-194

Gentlemen:

Reference is made to your application dated February 14, 1969, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of Todd Lower San Andres production from your Peterson "A" Lease which comprises the SW/4 and W/2 NW/4 of Section 29 and the S/2 SW/4 of Section 20 and your Spradley Federal Lease which comprises the W/2 of the SE/4 of Section 29, all in Township 7 South, Range 36 East, Roosevelt County, New Mexico, after separately metering the production from each lease. We are now in receipt of the consent of the United States Geological Survey to the proposed commingling.

Under the authority granted me pursuant to Rule 309-B, Pan American Petroleum Corporation is hereby authorized to commingle the above-described production as proposed, subject to the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," including the requirement for non-reset counters on the meters and temperature-compensated meters. Please notify the Hobbs District Office of the Commission at such time as this installation is complete in order that an inspection may be made thereof.

Very truly yours,

**A. L. PORTER, Jr.
Secretary-Director**

ALP/DEM/esr

**cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs
United States Geological Survey - Roswell**

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

March 1, 1964

Mr. J. W. G. Jones, Jr.

Executive Director

Oil Conservation Commission

Albuquerque, New Mexico

Dear Sir:

I am writing to you regarding the matter of the proposed oil conservation program for the State of New Mexico. The program is being proposed by the Oil Conservation Commission, which is a body created by the State of New Mexico. The program is designed to conserve the oil resources of the State and to provide for the future needs of the State. The program is being proposed to the Governor of the State for his approval. I am writing to you to inform you of the program and to ask for your opinion on the program. I am sure that you will find the program to be a very sound and practical one.

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Very truly yours,

W. L. Jones, Jr.
Executive Director

cc: Mr. Jones

cc: Mr. Jones (with enclosure)
cc: Mr. Jones (with enclosure)
cc: Mr. Jones (with enclosure)

4

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico

February 14, 1969

File: VES-88-541.112 x 400

Subject: Commingling of Lease Production
PETERSON A Federal Lease and
SPRADLEY Federal Lease into
TODD Storage System
TODD LOWER San Andres Oil Pool
Roosevelt County, New Mexico

New Mexico Oil Conservation Commission (3)
P. O. Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

Pan American respectfully requests and submits this application for Administrative approval to commingle TODD Lower San Andres oil production from the following leases:

Section 20 & 29, T-7-S, R-36-E, NMPM
Roosevelt County, New Mexico

Peterson "A" Federal Lease
SW/4, W/2 NW/4 Section 29
S/2 SW/4 Section 20

Spradley Federal Lease
W/2 SE/4, Section 29

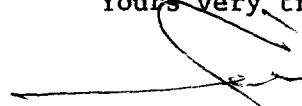
The storage facility located in the SW/4 SW/4 of Section 29, T-7-S, R-36-E, shall be known as the TODD Storage System. A schematic of the facility, together with a plat depicting the leases and wells involved, are attached.

Production from each lease shall be metered and sampled separately and the installation shall be made and maintained in accordance with the "Manual for the Installation and Operation of Commingling Facilities."

There shall be no reduction in the commercial value of the commingled production since both leases produce from a common source.

By copies of this letter, which are being mailed by "Certified Mail" to all ownership interest owners, purchaser, and pipe line, we are advising of our intent to commingle.

Yours very truly,

A handwritten signature in dark ink, appearing to be 'V. E. Staley', written over a horizontal line.

V. E. Staley
Area Superintendent

RRY/jt

cc: U.S.G.S. (2)
Box 1857
Roswell, New Mexico 88201

N.M.O.C.C.
P. O. Box 1980
Hobbs, New Mexico 88240

Mobil Pipeline Company
Box 633
Midland, Texas 79701

Mobil Oil Corporation
Box 900
Dallas, Texas 75200

MAILING LIST OF ROYALTY OWNERS

PETERSON "A" FEDERAL LEASE

William G. McCoy
P. O. Box 1352
Roswell, New Mexico 88201

Richard L. Peterson and wife
Barbara J. Peterson
P. O. Box 8
Douglas Wyoming 82633

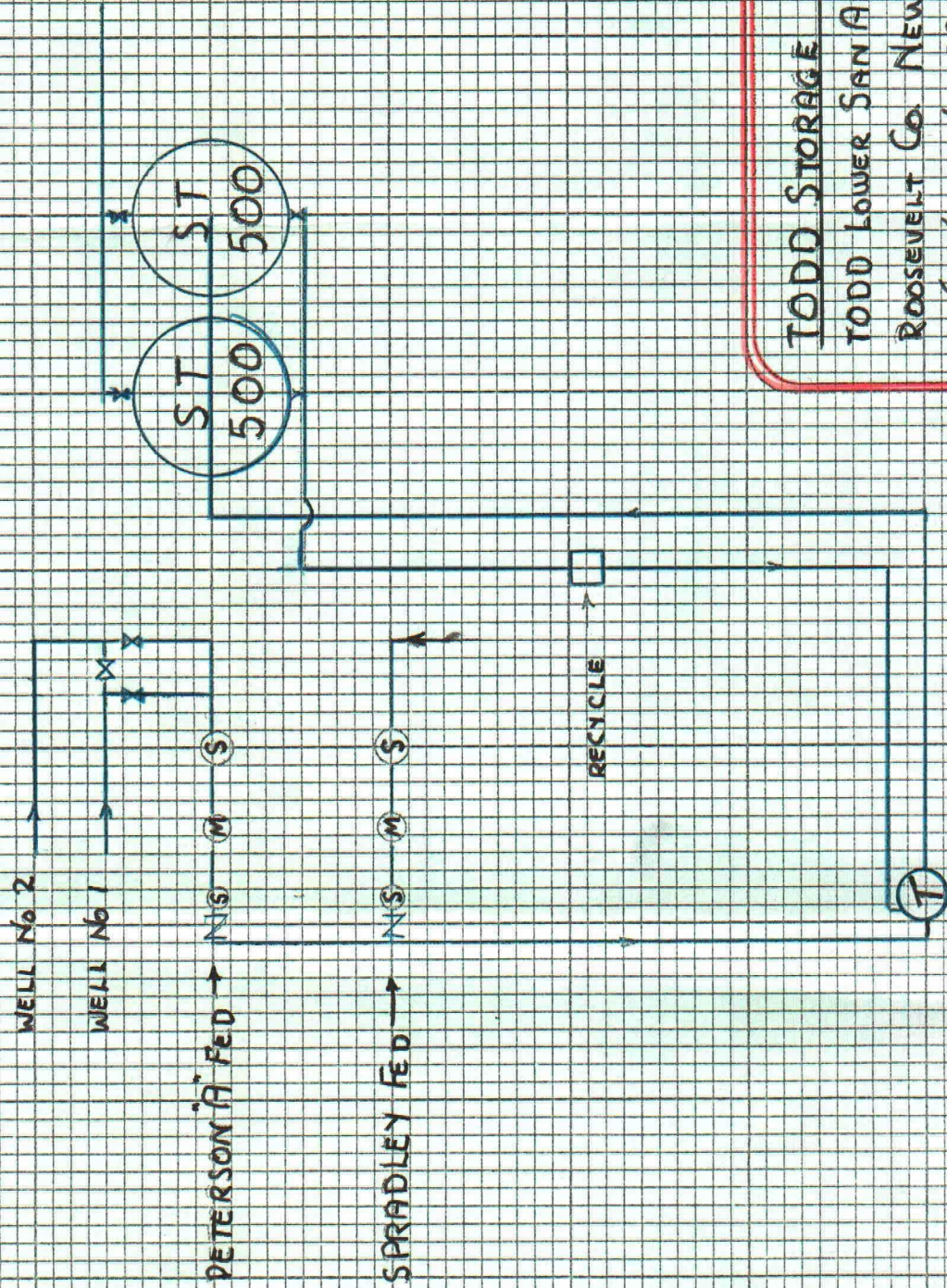
United States Geological Survey
P. O. Drawer 1857
Roswell, New Mexico 88201

SPRADLEY FEDERAL LEASE

Robert G. Hanagan and wife
Nancy Sue Hanagan
P. O. Box 1737
Roswell, New Mexico 88201

United States Geological Survey
P. O. Drawer 1857
Roswell, New Mexico 88201

Mr. & Mrs Wilton E. Spradley
Address - Unknown



TODD STORAGE SYSTEM

TODD LOWER SAN ANDRES OIL POOL

ROOSEVELT CO. NEW MEXICO

(SW 1/4 SW 1/4 29-7-36)

HOBBBS AREA

R-36-E

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Linam A "Com"
U- No. 254786

I-HH

Federal
Peterson
PAN AMER
"A"

U.S.

PAN AMER

Linam

US

FRANKLIN ETAL

PAN AMER

U.S.

FEATHERSTONE CORP ETAL

10-1-65(3)

FRANKLIN-
ASTON-FAIR

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FED No. NM-0321281

Federal
Peterson
PAN AMER
"A"

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TODD Storage Syst

Spradley
Fed.
PAN AMER

PAN AM

FED. NM. 0449372

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FRANKLIN ASTON & FAIR

State

GULF

PAN AMERICAN PETR. CORP.

Peterson "A" Federal Lse.

Spradley Federal Lse.

-TODD (Lwr. San Andres) POOL-

Roosevelt Co, N.M.

1" = 1000'

TODD STORAGE SYSTEM

2-69



UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Drawer 1857
Roswell, New Mexico 88201

February 20, 1969

99 FEB 26 PM 1 15

Pan American Petroleum Corporation
P. O. Box 68
Hobbs, New Mexico 88240

Attention: Mr. V. E. Staley

Gentlemen:

Your letter of February 14 requests approval to commingle San Andres production from leases New Mexico 0321281 and 0449372 in secs. 20 and 29, T. 7 S., R. 36 E., Roosevelt County, New Mexico.

The system for commingling described in the attachments to your letter is hereby approved. Any changes in the system must receive prior approval from this office. Your Lessee's Monthly Report of Sales and Royalty, form 9-361, should show all computations used in allocating production to each lease.

Please notify our Hobbs office when the installation is completed so that a field inspection of the system can be made.

Sincerely yours,

Billy J. Shoger
BILLY J. SHOGER
Acting Oil and Gas Supervisor

RECEIVED	
PAN AMERICAN	
PETROLEUM CORP.	
FEB 21 1969	
HOBBS, N. M.	
AS	
AC	
AE	
AF1	
AF2	
AAC	
FILE	

TO: NMOC	BLDG.	ROOM NO.
TO: Box 2088	BLDG.	ROOM NO.
TO: Santa Fe NM 87501	BLDG.	ROOM NO.
LOCATION:		
PLEASE HANDLE	Remarks: 2/14/69	
PLEASE APPROVE	REF: OUR LETTER UES: 88511-112 X 400	
PLEASE NOTE AND RETURN FOR YOUR INFORMATION	Commingling & Production	
PLEASE SEE ME	PETERSON A Federal &	
PLEASE ADVISE	SPRADLEY Deed Lease into	
YOUR FILE	TODD Storage System	
PAN AMERICAN PETROLEUM CORPORATION		
BOX 68, HOBBS, N. M. 88240		
DATE FEB 24 1969		



UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Drawer 1857
Roswell, New Mexico 88201

69 FEB 26 PM 1 15

February 20, 1969

Pan American Petroleum Corporation
P. O. Box 68
Hobbs, New Mexico 88240

Attention: Mr. V. E. Staley

Gentlemen:

Your letter of February 14 requests approval to commingle San Andres production from leases New Mexico 0321281 and 0449372 in secs. 20 and 29, T. 7 S., R. 36 E., Roosevelt County, New Mexico.

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Please notify our Hobbs office when the installation is completed so that a field inspection of the system can be made.

Sincerely yours,

BILLY J. SHOGER
Acting Oil and Gas Supervisor

RECEIVED	
PAN AMERICAN	
PETROLEUM CORP.	
FEB 21 1969	
HOBBS, N. M.	
AS	
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TO: NM000 BLDG. _____ ROOM NO. _____
 TO: Box 2088 BLDG. _____ ROOM NO. _____
 TO: Santa Fe NM 87501 BLDG. _____ ROOM NO. _____
 LOCATION: _____

ROUTE TICKET

PLEASE HANDLE	
PLEASE APPROVE	
PLEASE NOTE AND RETURN	
FOR YOUR INFORMATION	
PLEASE SEE ME	
PLEASE ADVISE	
YOUR FILE	

Remarks: of 2/14/69
REF: Our letter UES: 88511-112 X 400
Community of Production
PETERSON A Federal &
SPRADLEY & Sons Lease into
Todd Storage System