

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico

August 31, 1965

MAIN OFFICE
SEP 1 1965

File: VES-239-400x986.510.1x541.111

Subject: Application To Commingle Production
State "C" Tract 13 Lease
State Lease No. B-1557

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

Dear Sir:

This has reference to our letter of August 24, 1965, File: VES-229-400x986.510.1x541.111, on the subject application.

Attached is a copy of the approval for the commingling application received from the Commissioner of Public Lands.

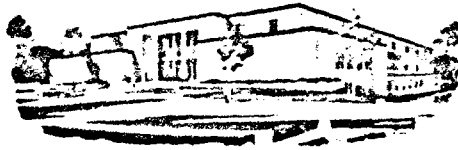
Yours very truly,



V. E. Staley
Area Superintendent

Attachment

State of New Mexico



Commissioner of Public Lands



August 27, 1965

GUYTON B. HAYS
COMMISSIONER

SEP 1 1965

RECEIVED	
PAN AMERICAN	
PETROLEUM CORP.	
AUG 30 1965	
HOBBS, N. M.	
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P.A.C. BOX 1148	
SANTA FE, NEW MEXICO	
FILE	

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

Attention: Mr. V. E. Staley

Re: Request to Commingle Production
State "C" Tract 13 Lease
State Lease No. B-1557

Gentlemen:

After careful review of your case and after studying your proposed metering system, we find that we have no objection to your proposed installation.

The Commissioner of Public Lands approves your above request, subject to the approval of the New Mexico Oil Conservation Commission. This approval is given with the understanding that the Commissioner of Public Lands may amend or withdraw his approval should the installation at any time cease to be beneficial to the State of New Mexico.

Very truly yours,

GUYTON B. HAYS
Commissioner of Public Lands

By *Ted Bilberry*
TED BILBERRY, Director
Oil and Gas Department

GBH/RGM/TB/d

cc: New Mexico Oil Conservation Commission
Santa Fe, New Mexico

Oil and Gas Accounting Commission
Santa Fe, New Mexico

Oil and Gas Engineering Committee
Hobbs, New Mexico

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 168
Hobbs, New Mexico

August 24, 1965

File: VES-229,200x986.510.1x541.111

Subject: Application to Commingle Production
State "C" Tract 13 Lease
State Lease No. B-1557

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

Dear Sir:

Pan American Petroleum Corporation hereby submits application for the commingling of oil production by separately metering the Drinkard (Oil), Blinbry (Oil), and Tubb (Condensate) on the State "C" Tract 13 Lease, Lea County, New Mexico.

In support of our request for exception to Rule 303 (A) to permit commingling of commonly owned production from two or more common sources of supply, the following is submitted.

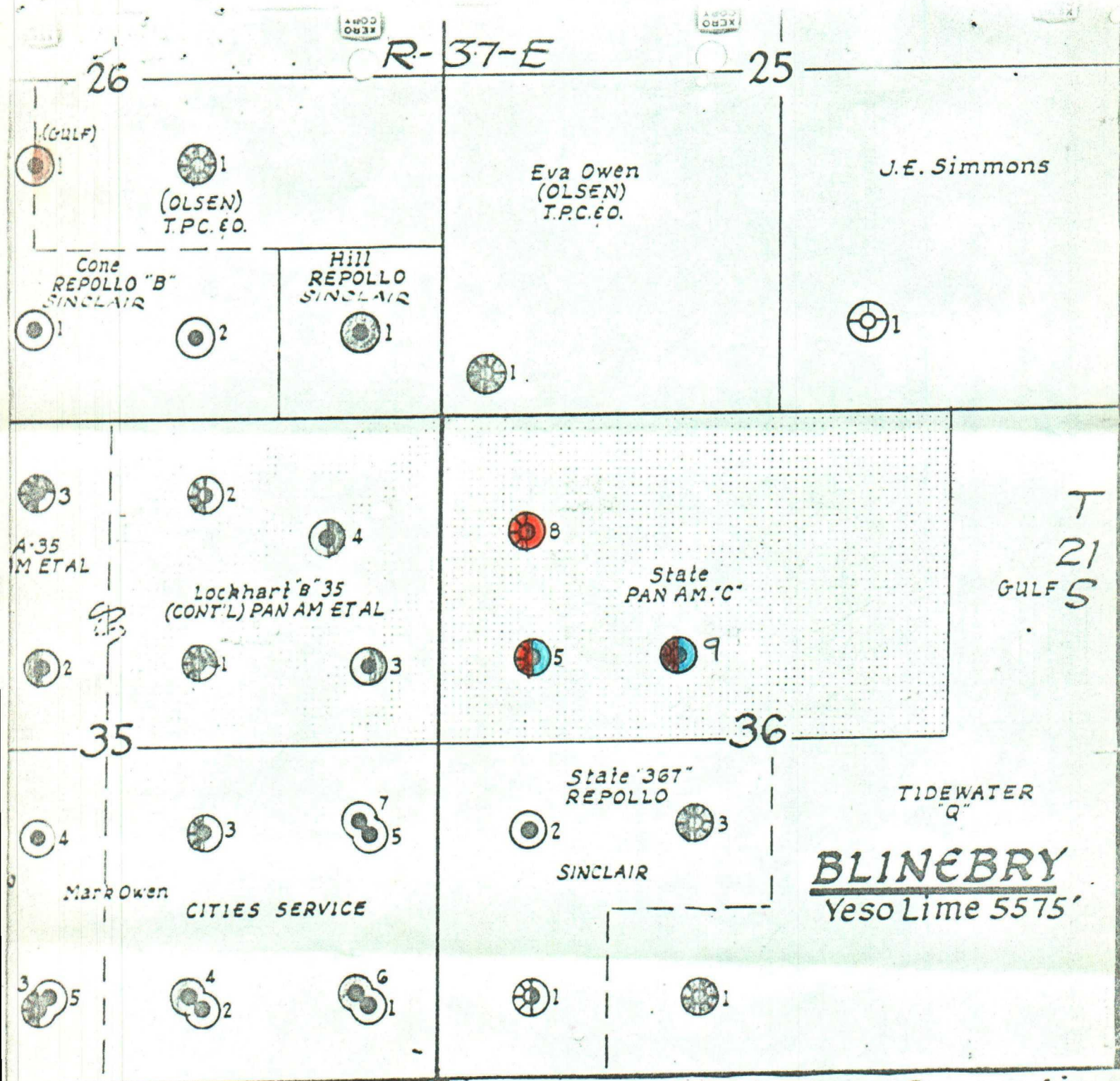
1. Plats of the State "C" Tract 13 Lease showing thereon all wells and the formations in which they are completed.
2. Schematic diagram of the proposed commingling facility located in the NW/4 of NW/4 Section 36, Township 21 South, Range 37 East, Lea County, New Mexico.
3. Production from each common source of supply will be metered and sampled separately and a B&W reading will be taken every eight days and the production recorded.
4. The purchaser of the commingled production will make settlement on the basis of representative gravities from each individual zone and the metered volume from each zone. Therefore, there will be no changes in the commercial value of the liquid hydrocarbons as a result of commingling.

Yours very truly,






ILLEGIBLE

W. E. Staley
Area Superintendent

Attachments



- LEGEND -

-  BLINEBRY OIL
-  BLINEBRY GAS
-  TUBB GAS
-  PADDOCK OIL
-  DRINKARD OIL

Pan American Petroleum Corporation
Lubbock District

EUNICE AREA

Lea County, New Mexico

Scale 1" = 1000'

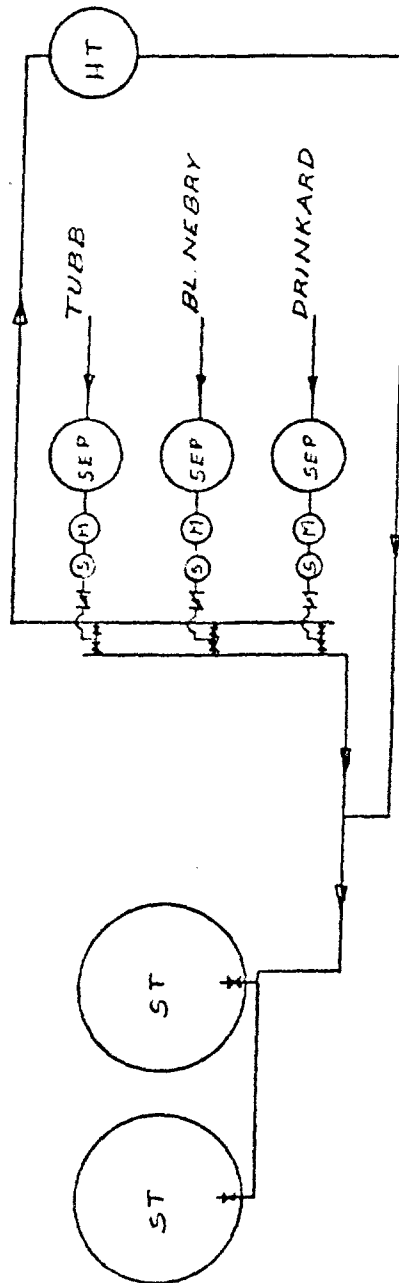
Drawn
2-15-62
JRH

Revised

Date

Posted

N



PAN AMERICAN PETROLEUM CORPORATION

State "C" Tract 13 Lease - Proposed Commingling Facility

Located: NW/4 of NW/4, Sec. 36, T-21-S, R-37-E, Lea County, New Mexico

SCALE:

DRG.
NO.