

W. O. Box 6721  
Roswell, New Mexico

May 4, 1959

Pan American Petroleum Corporation  
P. O. Box 268  
Lubbock, Texas

Attention: Mr. Neil S. Whitmore

Gentlemen:

Your letters of March 25 and April 30, 1959, request our approval of metering and central storage installations you propose for the leases listed below. The installation was discussed in a conference with your representative, Mr. Gus Athanas, on April 28, 1959.

When the installations are complete, oil from the following described lands will be run to the battery in sec. 11:

<u>Lease No.</u>	<u>T. 18 S., R. 27 E.</u>
LC 067858	N $\frac{1}{2}$ , SW $\frac{1}{4}$ sec. 11
✓ NM 025604	S $\frac{1}{2}$ SE $\frac{1}{4}$ sec. 3
* LC 065478(b)	NE $\frac{1}{4}$ , <u>N<math>\frac{1}{2}</math>SE<math>\frac{1}{4}</math> sec. 3</u> E $\frac{1}{2}$ sec. 10

Oil from the following described lands will be run to the battery in sec. 3:

<u>Lease No.</u>	<u>T. 18 S., R. 27 E.</u>
NM 033825	N $\frac{1}{2}$ NE $\frac{1}{4}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$ sec. 4
NM 025530	SE $\frac{1}{4}$ NE $\frac{1}{4}$ sec. 4
LC 061783(a)	SE $\frac{1}{4}$ sec. 4
✓ NM 025604	NE $\frac{1}{4}$ , N $\frac{1}{2}$ SE $\frac{1}{4}$ sec. 9; W $\frac{1}{2}$ sec. 10
* LC 065478(b)	NE $\frac{1}{4}$ , N $\frac{1}{2}$ NE $\frac{1}{4}$ , E $\frac{1}{2}$ NE $\frac{1}{4}$ , <u>N<math>\frac{1}{2}</math>SE<math>\frac{1}{4}</math> sec. 3</u> , S $\frac{1}{2}$ SE $\frac{1}{4}$ sec. 9
LC 061783(b)	W $\frac{1}{2}$ SW $\frac{1}{4}$ sec. 3

Automatic manifold equipment will be installed at the proposed second common storage area to flow the wells coming into that battery. The production from each well will be metered separately at the battery. Automatic custody transfer equipment will also be installed.

The method that you propose for gathering, metering, and shipping lease products from the aforementioned leases is satisfactory to this office.

Very truly yours,

(Orig. Sgd.) JOHN A. ANDERSON

JOHN A. ANDERSON  
Regional Oil and Gas Supervisor

Copy to: Artesia  
NMOCC-Santa Fe ✓

**OIL CONSERVATION COMMISSION**

**P. O. BOX 871**

**SANTA FE, NEW MEXICO**

C

O

P

Y

**Mr. Kirk Newman  
Atwood & Malone  
P. O. Box 867  
Roswell, New Mexico**

**Dear Mr. Newman:**

**On behalf of your client, Pan American Petroleum Corporation, we enclose two copies of Order R-1399 issued May 25, 1959, by the Oil Conservation Commission in Case No. 1662, which was heard on May 6, 1959 before an examiner.**

**Very truly yours,**

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

**ir/**

**Enclosures**