PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68 Hobbs, New Mexico

May 15, 1962

File: VES-427-400

Subject: State "CM" Lease Request for Off-Lease Storage

Mr. M. L. Armstrong New Mexico Oil Conservation Commission Post Office Drawer DD Artesia, New Mexico

Dear Sir:

Pending New Mexico Oil Conservation Commission hearing and action upon our application for formal approval of off-lease storage and commingling, it is requested that Pan American be given approval to temporarily store production from our State "CM" Lease, Well No. 1, State Land Lease No. B-11538-1, off-lease and into separate storage on the State "EB" Lease located in Unit M, Section 36, T-17-S, R-27-E. A sixty-day temporary period is requested.

A reply at an early date will be appreciated.

Yours very truly,

V. E. Staley Area Superintendent

RRY/bsh

cc: Service Pipe Line Company Box 337 Midland, Texas