PAN AMERICAN PETROLEUM CORPORATION



Post Office Box 68 Hobbs, New Mexico

July 6, 1962

File: VES-592-400

Subject: Off Lease Storage State "CM" Well No. 1 Unit L, Sec. 36-17-27 Empire Abo Pool

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

Dear Sir:

Please refer to Mr. Stamets' letter of May 17, 1962, granting us permission to temporarily store oil produced from our State "CM" Well No. 1 on our State "EB" Lease for a period of 60 days.

This period will expire on July 15, 1962, and due to difficulties encountered installing metering equipment we request permission to store off lease for an additional 30 day period. We believe facilities can be installed and commingling commenced in accordance with New Mexico Oil Conservation Commission CTB-86 prior to the expiration of an additional 30 day period.

Your assistance in this matter will be appreciated.

Yours very truly,

V. E. Staley Area Superintendent

GDD/bsh

cc: Mr. Ed Summers Service Pipe Line Company Midland, Texas