



POST OFFICE BOX 511 CARLSBAD NEW MEXICO 88220

CORPORATION.

March 31, 1967

**RECEIVED**

APR 3 1967

**O. C. C.**  
ARTESIA, OFFICE

Mr. W. E. Staley  
Pan American Petroleum Corporation  
P. O. Box 68  
Hobbs, New Mexico

Dear Mr. Staley:

We have your letter of March 28, 1967 regarding the proposed oil well to be drilled in Section 3, Township 21 South, Range 29 East, (1980 feet from the North line and 1980 feet from the West line) Eddy County, New Mexico, to be designated "Big Eddy Unit Well No. 18" with Pan American Petroleum Corporation as operator.

Duval Corporation, a potash producer with valuable ore reserves and open mine workings in the immediate area, does not object to the above described location provided:

1. The well be drilled vertically and that the casing and cementing program be as good as or better than the requirements of Order No. R-111-A of the New Mexico Oil Conservation Commission.
2. The Duval Corporation be contacted and agree to any additional locations that are proposed for drilling in this area.

Very truly yours,

DUVAL CORPORATION

T. H. Pate, Resident Manager  
Carlsbad Properties

THP/c1

cc: Mr. Dave Rice  
Potash Company of America  
Carlsbad, New Mexico

Mr. J. S. Wright  
U.S. Borax & Chemical Corporation  
Carlsbad, New Mexico

Mr. J. A. Anderson  
United States Geological Survey  
Roswell, New Mexico

Mr. A. L. Porter, Jr.  
New Mexico Oil Conservation Commission  
Santa Fe, New Mexico

Mr. Robert Fulton  
United States Geological Survey  
Carlsbad, New Mexico

Oil Conservation Commission  
Drawer DD  
Artesia, New Mexico