

PAN AMERICAN PETROLEUM CORPORATION

1964 FEB 31 AM 8:01
MAIN OFFICE OCC

Post Office Box 68
Hobbs, New Mexico

February 27, 1964

1964 MAR 2 AM 8:30
MAIN OFFICE OCC

*File
986.510.1*

File: VES-105-400 x 986.510.1

Subject: Application to Commingle
Strawn Oil Production
Plains Unit
Lea County, New Mexico

Mr. A. L. Porter, Jr.
Secretary Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Sir:

Please refer to our letter of February 19, 1964, File: VES-94-400-986.510.1, regarding our request for administrative approval to commingle Strawn oil production from Plains Unit Wells No. 2, 3X, 4X and 5.

We have now received approval from the United States Geological Survey to meter and commingle this production and we are attaching a copy of their approval for your information.

We will appreciate your advising us as soon as possible regarding our application.

Yours very truly,

[Signature]
V. E. Staley
Area Superintendent

GDD:dmm
Attachment



UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Drawer 1857
Roswell, New Mexico 88201

IN REPLY REFER TO:

RECEIVED	
PAN AMERICAN	
PETROLEUM CORP.	
FEB 27 1964	
HOBBS, N. M.	
AS	1964
AC	
AE	
AF1	
AF2	
AAC	
FILE	

February 25, 1964

Pan American Petroleum Corporation
P. O. Box 68
Hobbs, New Mexico

Attention: Mr. V. E. Staley

Gentlemen:

Your letter of February 18, 1964, requests approval to commingle the Strawn oil production from Plains unit wells Nos. 2, 4-X (lease New Mexico 0175774), 3-X, and 5 (lease Las Cruces 065710) after the oil from each has been metered separately.

The method of measuring and handling the oil production from the wells, as outlined in your letter and described in your application to New Mexico Oil Conservation Commission, is hereby approved.

You are requested to notify our Hobbs office when the installation is completed so that a field inspection of the system can be made.

Sincerely yours,

CARL C. TRAYWICK
Acting Oil and Gas Supervisor

MAIN OFFICE OCC

1964 FEB 31 AM 8:01

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

February 27, 1964

**Pan American Petroleum Corporation
P. O. Box 68
Hobbs, New Mexico**

Attention: Mr. V. E. Staley

Administrative Order CTB-115

Gentlemen:

Reference is made to your application dated February 17, 1964, for administrative approval of an exception to Rule 309-A of the Commission Rules and Regulations to permit the commingling of Lusk-Strawn Oil Pool production from your Plains Unit Wells Nos. 2, 3-X, 4-X, and 5 pending the inclusion of these wells in a Participating Area for Strawn production. It is our understanding that the oil production from each well having a difference in ownership will be separately measured prior to commingling. It is our further understanding from a reading of Section 11, PARTICIPATION AFTER DISCOVERY, of the Unit Agreement for the Development and Operation of the Plains Unit Area that the Initial Participating Area is effective on the date of completion of a well capable of producing unitized substances in paying quantities. Further, that any extension of said Participating Area would be effective the first of the month in which is obtained the knowledge or information upon which such extension is predicated.

Under the authority granted me pursuant to Rule 309-B, Pan American Petroleum Corporation is hereby authorized to commingle the above-described production as proposed, subject to the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities."

Very truly yours,

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

ALP/DSN/esr

**cc: Oil Conservation Commission (with enclosure) - Hobbs
Oil & Gas Engineering Committee - Hobbs
United States Geological Survey - Roswell**



IN REPLY REFER TO:

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY
Drawer 1857
Roswell, New Mexico 88201

February 25, 1964

Pan American Petroleum Corporation
P. O. Box 68
Hobbs, New Mexico

Attention: Mr. V. E. Staley

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The method of measuring and handling the oil production from the wells, as outlined in your letter and described in your Application to New Mexico Oil Conservation Commission, is hereby approved.

You are requested to notify our Hobbs office when the installation is completed so that a field inspection of the system can be made.

Sincerely yours,

(Orig. Sgd.) CARL C. TRAYWICK

CARL C. TRAYWICK
Acting Oil and Gas Supervisor

cc:
Hobbs (w/cy of application)
NMOCC ✓
Accounts
Files (3)

MAIN OFFICE DCC

1
1964 FEB 25

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico

February 19, 1964

File: VES-94-400 x 986.510.1

Subject: Application to Commingle
Strawn Oil Production
Plains Unit
Lea County, New Mexico

Mr. A. L. Porter, Jr.
Secretary Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Sir:

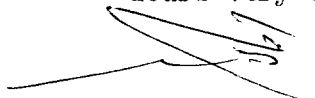
On February 17, 1964, we forwarded you our application for administrative approval to commingle Strawn oil production from Plains Unit Wells No. 2, 3X, 4X and 5.

In order to avoid the twenty day waiting period, we have now received written consent from each of the interest owners and the purchaser to allow commingling of production from these wells. Copies are attached for your file. The United States Geological Survey has advised verbally that they will approve the installation and will notify you in writing in the next few days.

Wells No. 4X and 5 are now drilling below 10,500 feet and 11,600 feet, respectively, and we anticipate production will be obtained within the next ten days. If administrative approval for our application can be expedited we will be able to avoid the expense of installing two additional tank batteries and it will be appreciated if you will advise us by collect telegram if you approve.

Your assistance in this matter will be greatly appreciated.

Yours very truly,



V. E. Staley
Area Superintendent

GDD:dmm
Attachments

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION TELEGRAM

W. P. MARSHALL, PRESIDENT

SYMBOLS

DL = Day Letter

NL = Night Letter

LT = International Letter Telegram

The filing time shown in the date line on domestic telegrams is LOCAL TIME at point of origin. Time of receipt is LOCAL TIME.

LA31 SSK249

L HBA041 COLLECT=HOBBS NMEX 18 110P MST=

PAN AMERICAN PET CORP=

HOBBS NMEX=

MOBIL HAS NO OBJECTIONS TO COMINGLING STRAWN

PRODUCTION FROM PLAINS UNIT WELLS 2, 3X, 4X

PROVIDED METHOD OF METERING AND COMINGLING

THE APPROVAL OF NMOCC=

G W BARB MOBIL OIL CO=

RECEIVED
PAN AMERICAN
PETROLEUM CORP.
FEB 18 1964
HOBBS N M

AF1	
AF2	
AAC	
FILE	

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION TELEGRAM

W. P. MARSHALL, PRESIDENT

1201 (4-80)

SYMBOLS

DL = Day Letter

NL = Night Letter

LT = International Letter Telegram

The filing time shown in the date line on domestic telegrams is LOCAL TIME at point of origin. Time of receipt is LOCAL TIME at point of destination.

LA51 SSJ314

(45).

1964 FEB 18 PM 4 04

L RWA079 COLLECT=ROSWELL NMEX 18 34 3P MST=

D E STALEY=

PAN AMERICAN PETROLEUM CORP HOBBS NMEX=

YOUR PLAN TO COMINGLE STRAWN PRODUCTION FROM PLAINS
UNIT WELL 2, 3X, 4X, AND 5X BY METERING PRODUCTION FROM
EACH WELL INTO A COMMON TANK BATTERY PENDING ESTABLISHMENT
OF A PARTICIPATING AREA IS AGREEABLE=
MARTHA FEATHERSTONE=



=2 3X 4X 5X=

THE COMPANY WILL APPRECIATE

SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

CLASS OF SERVICE

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WESTERN UNION TELEGRAM

W. P. MARSHALL, PRESIDENT

1201 (4-60)

SYMBOLS

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LT=International Letter Telegram

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LA48 DB350

(59)

D FWA594 COLLECT=FAX FORT WORTH TEX 18 350P CST=

1964 FEB 18 PM 3 59

V E STALEY=

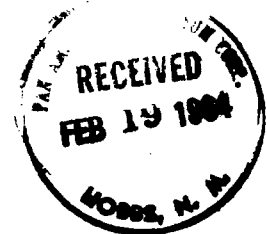
PAN AMERICAN PETROLEUM CORP HOBBS NMEX=

WE APPROVE COMMINGLING PLAN AS PRESENTED IN YOUR WIRE
OF THIS DATE=

PERRY R BASS BASS BROTHERS ENTERPRISES INC

DELBASIN CORPORATION EWELL H. MUSE. RICHARDSON

OILS INC. BY: W. P. DUNCAN, JR=



THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

CLASS OF SERVICE

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WESTERN UNION TELEGRAM

W. P. MARSHALL, PRESIDENT

1201 (4-60)

SYMBOLS

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LA43 DB313

1 (18) •

D MDA117 COLLECT=FAX MIDLAND TEX 18 316P 0845 18 PM 2 38

V E STALEY, AREA SUPERINTENDENT=

PAN AMERICAN PETROLEUM CORP HOBBS NMEX=

RE: YOUR WIRE CONCERNING COMMINGLING PRODUCTION FROM PLAINS UNIT WELLS.

UNDER TERMS SET OUT IN WIRE WE ARE AGREEABLE TO THIS COMMINGLING AND METERING. THIS TYPE HANDLING WOULD IN NO WAY HINDER THE TRANSPORTATION AND PURCHASE OF THIS PRODUCTION. PLEASE KEEP US ADVISED WHEN COMMINGLING IS EFFECTIVE=

W D KLEIN - THE PERMIAN CORPORATION MIDLAND TEXAS=

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE