OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE. NEW MEXICO 87501

May 29, 1968

Pan American Petroleum Corporation P. O. Box 68 Hobbs, New Mexico 38240

Attention: Mr. V. E. Staley

Amendment
Administrative Order PLC-27

Gentlemen:

Reference is made to your application dated May 6, 1968, wherein you request an amendment to Administrative Order PLC-27 to permit the commingling of Empire-Abo production from your Trigg Federal Lease comprising the SE/4 SE/4 of Section 34, Township 17 South, Range 27 East, Eddy County, New Mexico, with the Empire-Abo and Empire-Paddock production from the various leases authorized for commingling by said Order PLC-27. It is our understanding that the production from the Trigg Federal Lease will be metered and sampled prior to commingling as is all production from each lease and each pool producing into this storage system.

Pan American Petroleum Corporation is hereby authorized to commingle Empire-Abo production from the Trigg Federal Lease with the Empire-Abo and Empire-Paddock production from the following leases:

Chalk Bluff Draw (P) Federal (Fed. #LC-054205) SE/4 NE/4 8-18-27 Simon Pederal (Fed. #LC-070937) SW/4 SW/4 4-17-27 Malco L Federal (Fed. #NM-025530) SE/4 NE/4 4-17-27 Windfohr Federal (Fed. #LC-061783-A) SE/4 4-17-27 Mann Federal (Fed. #LC-061783-B) W/2 SW/4 3-17-27 Malco H Federal (Fed. #LC-065478-B) NE/4, NE/4 NW/4, E/2 SW/4, and NW/4 SE/4 3-17-27

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SANTA FE, NEW MEXICO 87501

-2- May 29, 1968

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

Amendment Administrative Order PLC-27

Malco G Federal (Fed. #NM-025604) NE/4 and N/2 SE/4 9-18-27 and NW/4, N/2 SW/4, and SW/4 SW/4 10-18-27 Malco K Federal (Fed. #LC-065478-B) S/2 SE/4 9-18-27

The above-described commingling shall be done in accordance with the provisions of the Commission "Manual for the Installation and Operation of Commingling Facilities," including the requirements for temperature-compensated meters, samplers, non-reset counters, and adequate testing facilities.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

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

PAN AMERICAN PETROLEUM CORPORATION



Post Office Box 68 Hobbs, New Mexico

May 6, 1968

File:

VES-180-400 x 541.112

Subject: Commingling of Production TRIGG Federal Lease into EMPIRE ABO Storage System III

EMPIRE Abo Oil Pool Eddy County, New Mexico

New Mexico Oil Conservation Commission (3) P. O. Box 2088 Santa Fe, New Mexico 87501

Gentlemen:

anend PCC 27

date this order

may 26 8 AH 8 36 Administrative Order PLC-27 authorizes the commingling of oil production from various Federal leases producing from the EMPIRE Abo and EMPIRE Paddock oil pools into the EMPIRE ABO Storage System III.

Pan American respectfully requests that Order PLC-27 be amended to provide for the inclusion of the TRIGG Federal lease, (Fed Lease #LC-064050-A), located in the SE/4 of SE/4 of Section 34, T-17-S, R-27-E, NMPM, EMPIRE Abo Oil Pool, Eddy, County, New Mexico.

Production from the TRIGG Federal will be metered and sampled prior to commingling. The installation of the temperature compensated meter, sampler, non-reset counter, etc., shall be in accordance with the provisions of the Commission's 'Manual for the Installation and Operation of Commingling Facilities."

By commingling into the EMPIRE Abo Storage System III, the necessity of a separate salt water disposal line from the well to the Empire Abo Salt Water Disposal System will be eliminated.

There will be no increase or decrease in the actual commercial value of the oil after commingling. Gravities of all Abo crude is comparative and constitutes over 99.5% of all oil moved through this System.

All parties owning an interest in the leases and the purchaser of the commingled production have been notified of our intention by "Certified Mail".

Attached are:

- Schematic Diagram of Empire Abo Storage System III.
- 2. Plats of Leases and Wells involved.

At the present time, production is being commingled from the following Federal Leases:

EMPIRE PADDOCK - OIL POOL

HARBOLD Federal (Fed #NM-0557370) SW/4 SW/4 4-17-27

EMPIRE ABO - OIL POOL

CHALK Bluff Draw (P) Fed (Fed #LC-054205) SE/4 NE/4 8-18-27

SIMON Fed (Fed #LC-070937) SW/4 SW/4 4-17-27

MALCO 'L' Fed (Fed #NM-025530) SE/4 NE/4 4-17-27

WINDFOHR Fed (Fed #LC-061783-A) SE/4 4-17-27

MANN Fed (Fed #LC-061783-B) W/2 SW/4 3-17-27

MALCO "H" Fed (Fed #LC-065478-B) NE/4, N/2 SE/4, E/2, SW/4, NW/4 SE/4 3-17-27

MALCO "G" Fed (Fed #NM-025604) NE/4, N/2 SE/4, 9-18-27 NW/4, N/2 SW/4, SW/4 SW/4 10-18-27

MALCO "K" Fed (Fed #LC-065478-B) S/2 SE/4, 9-18-27

Yours very truly,

Y. E. Staley W. E. Staley Area Superintendent

RRY/jt

Attachments

Copies of this application sent to:

Hopan Corporation Chase Manhatten Plaza New York New York 10015

Hondo 011 and Gas Company P. O. Box 1978 Roswell, New Maxico 88201

Service Pipe Line Company 3411 Knoxville Avenue Lubbock, Texas 79400

Pan American Petroleum Corporation Oil Purchases and Sales P. O. Box 1725 Midland, Texas 79701

Mrs. Pearl Miller Carr 904 Bullock Avenue Courts Artesia, New Mexico 88210

John H. Trigg and Pauline V. Trigg P. O. Box 520 Roswell, New Mexico 88201

Grant Keyes P. O. Box 1797 Roswell, New Mexico 88201

Harvey E. Yates 314 Carper Building Artesia, New Mexico 88210

Martin Yates III Carper Building Artesia, New Mexico 88210

S. P. Yates Carper Building Artesia, New Mexico 88210

John A. Yates Carper Building Artesia, New Mexico 88210

First National Bank of Ft. Worth Trustee's of the Anna Valliant Burnett Windfohr Trust Fort Worth, Texas 76100

Robert H. Ziegler, Sr. P. O. Box 1079 Ketchikan, Alaska 99901 Hattie D. Mans Artesia, New Mexico 88210

Olga M. Atwood 213 North Missouri Avenue Roswell, New Maxico 88201

H. B. Wright 4446 East Flower Street Phoenix, Arizons 85000

Western Oil Field, Inc. 1220 Denver Club Building Denver, Colorado 80201

Mildred Crane Hudson Drawer T Artesia, New Mexico 88210

Ruth E. Turbville 150 Roberts Drive Las Cruces, New Mexico 88001

New Mexico Oil Conservation Commission P. O. Drawer DD Artesia, New Mexico 88210

U. S. Geological Survey (2) P. C. Drawer U Artesia, New Maxico 88210

Alleme Crane Graves 1936 Bluebird Lame Fort Worth, Texas 76100

Carl McNally P. O. Box 2076 Roswell, New Mexico 88201

Jaffa Miller 603 North Richardson Roswell, New Mexico 88201

Lara G. Ballard Bex 1752 Roswell, New Mexico 88201

Bert Bellard 1318 West Fourth Street Roswell, New Mexico

Laura B. Lodewick 305 N. Missouri Roswell, New Mexico 88201 Dora M. Russell 307 West Washington Artesia, New Mexico 88210

Fred Keys P. O. Box 1797 Roswell, New Mexico 88201

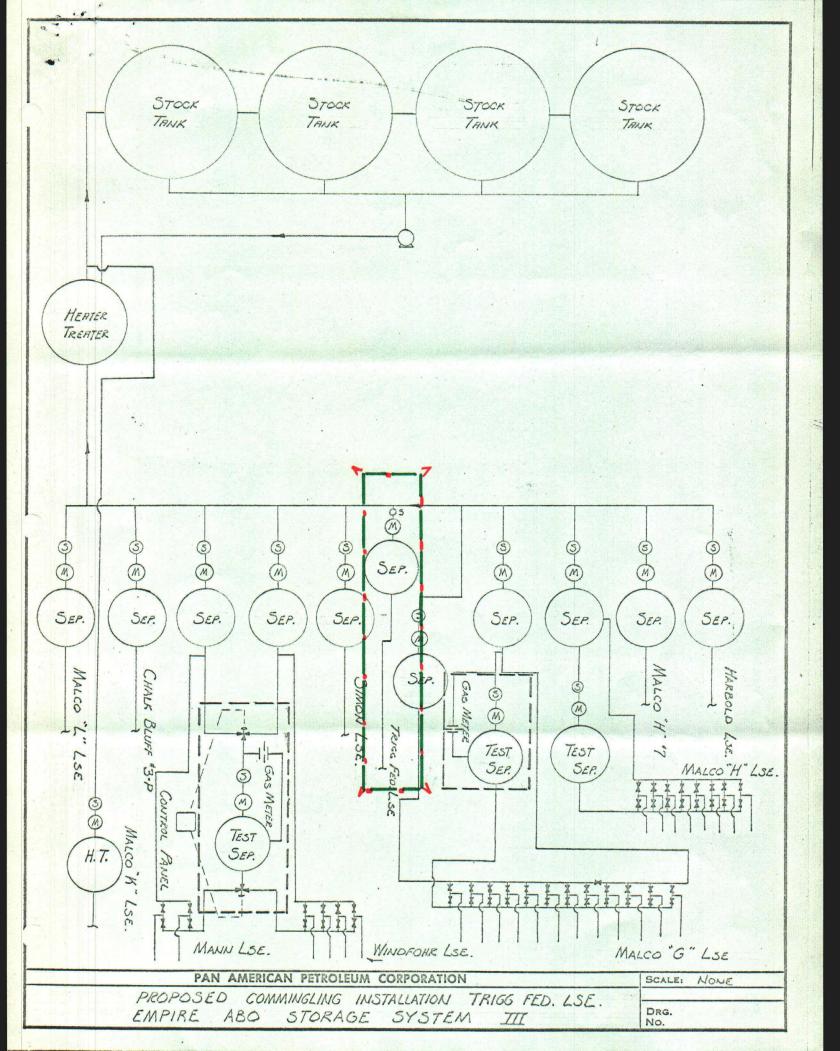
Elizabeth T. Greene P. O. Box 156 Dexter, New Mexico 88230

David W. Thorns 230 Oakridge Drive Rochester, New York 14600

Jane Thorne Roncs 35 Great Road RFD 1 Acton, Massachusetts 01720

Henry F. Thorne c/o Miami County National Bank Pacla, Kansas 66071

ATTACHMENT II 32 R-27-E EMPIRE PADDOCK WELL PAN AM Harbold Federal PANAM TRIGG Federal F/5+6 5 0 06 1,08% 1,09 PAN AM PAN AM Malco "L" Malco "H" 01 06 04 05 02 02 04/ PAN AM Windfohr PAN AM PANAM Mann 03 01 01 3 10 CHALK BLUFF DRAW 03 02 EMPIRE ABO 011 PAN AM STORAGE SYSTEM III PAN AM Malco "G" PAN AM Malco "G 03-P 04 05 T 19 9 SWDW 06 9 PAN AM OI Malco "K"// 171 16 Attachment II 15 PAN AMERICAN PETROLEUM CORP. EMPIRE PADDOCK É EMPIRE ABO DIL POOLS ~ proposed addition ~ EMPIRE ARO STORAGE SYSTEM Leases Served by Empire Abo Storage System III Eddy Co, N.M.



PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68 Hobbs, New Mexico

May 22, 1968

File:

VES-207-400

Subject: Commingling of Production TRIGG Federal Lease into EMPIRE ABO Storage System III

EMPIRE Abo Oil Pool Eddy County, New Mexico

New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Gentlemen:

Reference is made to our letter dated May 6, 1968, File: VES-180-400 x 541.112, Subject: as above, regarding revision amendment to PLC-27 to include subject lease.

Attached is a copy of the United States Department of the Interior's Geological Department's approval of the recommended procedure.

V. E. Staley

Area Superintendent

RRY/jt

Attachment

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UNITED STATES DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY

P. O. Drawer 1857 Roswell, New Mexico 88201 RECEIVED
PAN AMERICAN
PETROLEUM CORP.
MAY 20 1968
HOBBS, N. M.

May 17, 1968 AC

Pan American Petroleum Corporation Post Office Box 68 Hobbs, New Mexico 88240

Gentlemen:

Your application dated May 6, 1968, requests approval to commingle AML ML Abo oil produced from lease Ias Cruces 064050-A involving the SELSEL section 34, T. 17 S., R. 27 E., with Abo and Paddock oil produced into your Empire Abo Storage System III, located in SWLSWL section 3, T. 18 S., R. 27 E. This Storage System III presently includes leases Ias Cruces 054205, 061783-A, 061783-B, 065478-B, 070937, New Mexico 025530, 25604, and 0557370, T. 17 and 18 S., R. 27 E., all N.M.P.M., Eddy County, New Mexico.

The method of commingling described by your application is hereby approved subject to like approval by the New Mexico Oil Conservation Commission.

Please notify the District Engineer, U. S. Geological Survey, Post Office Drawer U, Artesia, New Mexico 88210, when the installation is completed and operative so that an inspection can be made.

Sincerely yours,

JOHN A. ANDERSON

Regional Oil & Gas Supervisor

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