FORT WORTH, TEXAS

STAPR S AH

April 5, 1967

File:

GHF-154-986.510.1

Subject:

Poker Lake Unit, Federal No. 36, (Wildcat) Eddy County,

New Mexico

Mr. A. L. Porter, Jr. Secretary-Director New Mexico Oil Conservation Commission Post Office Box 2088 Santa Fe, New Mexico

Dear Sir:

Pan American Petroleum Corporation respectfully requests approval of a temporary 160-acre non-standard unit for its Poker Lake Unit, Federal Well No. 36, a wildcat Devonian gas well that is located 660 feet from the South line and 660 feet from the East line of Section 28, Township 24 South, Range 31 East, Eddy County, New Mexico.

Federal Well No. 36 was a projected 16,200 Mississippian wildcat oil well. However, due to favorable structural features encountered during drilling, a decision was made to drill to 16,700 feet to test the Devonian. The subject well is located on a 160-acre Federal lease being the SE/4 of Section 28. This well tested gas and was completed in the Devonian. While testing for clean-up purposes into the sales line, the producing characteristics changed radically such that we do not know at this time whether or not the well will be a commercial producer.

Therefore, in order to eliminate what may be the needless pooling of a 320-acre standard unit and an unnecessary hearing for approval of an unorthodox well location, we are asking approval of a temporary non-standard unit so that the well may be produced a sufficient length of time to determine whether or not it is commercial. All production will be into a sales line.

-2-Mr. A. L. Porter, Jr. Oil Conservation Commission Santa Fe, New Mexico April 5, 1967

The only operator, other than Pan American, owning an interest in the S/2 or E/2 of Section 28, and the only offset operator to the 160-acre non-standard proration unit is Perry R. Bass and Richardson Oils, Inc. This operator is sending a wire to the Commission today waiving objection to the approval of this temporary 160-acre non-standard unit.

Yours very truly,

DON L. RAY

Division Engineer

Coss of Service

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

## WESTERN UNION

TELEGRAM
W. P. MARSHALL, PRESIDENT

(05) • • 01 (4-60

SYMBOLS

DL=Day Letter

NL=Night Letter

LT=International

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

LA028 NSB176

1967 APIL MAN HAN COMO CO

NS FWA 352 PD=FAX FORT WORTH TEX 5 1045A CST, APR 5 AH 10 29

A L PORTER JR, SECRETARY DIRECTOR=

NM OIL CONSERVATION COMM SANTA FE NMEX-

PERRY R. BASS AND RICHARDSON OILS, INC., OFFSET
OPERATORS AND WORKING INTEREST OWNERS OF THE OFFSETTING
160-ACRE TRACTS IN SECTION 28 THAT COULD BE INCLUDED IN
A STANDARD 320-ACRE GAS PRORATION UNIT, WAIVE ANY
OBJECTION TO THE FORMATION OF A TEMPORARY 160-ACRE
NON-STANDARD GAS PRORATION UNIT FOR PAN AMERICAN
PETROLEUM CORPYS POKER LAKE FEDERAL NO. 36, SECTION
28-24S-31E, EDDY CO., NEW MEXICO, SAID NON-STANDARD

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

CLASS OF SERVICE

acter is indicated by the

proper symbol.

## WESTERN UNION

TELEGRAM

1201 (4-60)

SYMBOLS

DL=Day Letter

NL=Night Letter

T=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

GAS PRORATION UNIT TO CONSIST OF THE SE/4 OF SECTION 28,

FOR A WILDCAT DEVONIAN GAS WELL=

PERRY R BASS RICHARDSON OILS INC=

MAIN OFFICE OCT

AM IO 21

=160 28 320 160 36 28-245-31E SE/4 28=

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE