

PAN AMERICAN PETROLEUM CORPORATION

OIL AND GAS BUILDING

P. O. BOX 1410

FORT WORTH, TEXAS—76101

July 16, 1970

File: PEH-354-986.510.1

Subject: Exception to Statewide "No Pit" Order

Pan American's Lusk "A" Lease
Double "L" Field
Chaves County, New MexicoNew Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico 87501

Attention: Mr. E. A. Utz

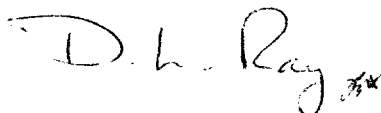
Gentlemen:

Reference is to the hearing on the above subject held in Santa Fe July 1, 1970, Case No. 4376. Additional data were requested at the time of the hearing pertaining to the general use of the land in this area, data on what the three windmills referenced in the hearing were producing and whether or not there was a geologic barrier between the surface and subsurface fresh water sands.

Our field personnel recently contacted the land owner who operates a ranch in the area of our Lusk "A" lease. This land is used for cattle grazing. The land owner indicated that the three windmills closest to our Lusk "A" lease were not producing subsurface water but were actually used to pump rain water which is trapped in low spots on the surface to stock tanks in other locations on the ranch. The land owner also stated that there was no subsurface fresh water within approximately 7 miles of our Lusk "A" lease.

Based on the above, it is apparent that surface pit disposal on our Lusk "A" lease will not cause any pollution of water sand in this area. Should any additional information be required concerning this case, please contact this office.

Yours very truly,



REM:s1

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OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

P. O. BOX 2088 - SANTA FE

87501

GOVERNOR
DAVID F. CARGO
CHAIRMAN

LAND COMMISSIONER
ALEX J. ARMIJO
MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

July 20, 1970

Mr. Gordon Ryan
Pan American Petroleum Corporation
Post Office Box 1410
Fort Worth, Texas 76101

Re: Case No. 4376
Order No. R-3997
Applicant:
Pan American Petroleum Corp.

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/ir

Copy of order also sent to:

Hobbs OCC x

Artesia OCC x

Aztec OCC

Other State Engineer Office

ATWOOD, MALONE, MANN & COOTER
LAWYERS

P. O. DRAWER 700
SECURITY NATIONAL BANK BUILDING
ROSWELL, NEW MEXICO 88201
[505] 622-6221

JEFF D. ATWOOD [1883-1960]

CHARLES F. MALONE
RUSSELL D. MANN
PAUL A. COOTER
BOB F. TURNER
ROBERT A. JOHNSON
JOHN W. BASSETT

ROBERT E. SABIN
RUFUS E. THOMPSON

June 29, 1970

Mr. Al Porter, Jr.
Oil Conservation Commission
State Land Office Building
Santa Fe, New Mexico

RE: Case No. 4376

Dear Mr. Porter:

Please file the enclosed Entry of Appearance for the Examiner Hearing on July 1, 1970.

With regards,

Very truly yours,


Charles F. Malone

CM:sah
Encl.
cc: Mr. Guy Buell

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BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF)
PAN AMERICAN PETROLEUM CORPORATION)
FOR AN EXCEPTION TO ORDER NO. R-3221,)
DOUBLE L-QUEEN POOL, CHAVES COUNTY,) No. 4376
NEW MEXICO .)

ENTRY OF APPEARANCE

The undersigned Atwood, Malone, Mann & Cooter of Roswell,
New Mexico, hereby enter their appearance herein for the Applicant,
Pan American Petroleum Corporation, with Gordon Ryan, Esquire
of Fort Worth, Texas.

ATWOOD, MALONE, MANN & COOTER

BY Charles S. Malone
Attorneys for Pan American
Petroleum Corporation
Post Office Drawer 700
Roswell, New Mexico