

HOBBS OFFICE O. C. C.
PAN AMERICAN PETROLEUM CORPORATION
Post Office ~~Box~~ **APR 22 9 50 AM '66**
Hobbs, New Mexico

April 22, 1966

File: VES-122-541.112 x 400

Subject: Commingling of Production
D. E. Howse "B" Lease
Into Cone Central Storage Battery
House San Andres Field
Lea County, New Mexico

Mr. A. L. Porter, Jr. (3)
Secretary-Director
New Mexico Oil Conservation Commission
Post Office Box 871
Santa Fe, New Mexico

Dear Sir:

Pan American Petroleum Corporation hereby submits application for the commingling of oil production from the D. E. Howse "B" Well No. 1, located in the SE/4 SE/4, Section 11, Township 20 South, Range 38 East, with the D. E. Howse "B" Well No. 1, House San Andres Field, which is currently part of the Cone Central Storage System, located in Section 12, Township 20 South, Range 38 East.

In support of our request to amend administrative Order PLC-13, to include the D. E. Howse "B" Lease, the following is submitted:

1. Production from the Howse "B" Well No. 1 will be commingled with and through the lease meter serving the Howse "A" Well No. 1 with production from these two leases to be allocated by well test. Well tests will be conducted by alternately shutting in one of the wells while the other well produces, in lieu of separate test facilities.
2. Production from both leases is from a common source of supply, San Andres Formation, House Pool.
3. Plat of the leases showing thereon the wells and the formations in which they are completed is attached.
4. Schematic diagram of the proposed installation is attached.