

PAN AMERICAN PETROLEUM CORPORATION
POST OFFICE BOX 68
HOBBS, NEW MEXICO

December 14, 1961

File: VES-1095-400.1

Subject: Application for Non-Standard
Gas Proration Unit - Pan
American Petroleum Corporation
Southland Royalty Company "A"
Well No. 4, Tubb Gas Pool,
Lea County, New Mexico

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

Dear Mr. Porter:

We respectfully submit this application for and request approval of a 120 acre non-standard gas proration unit in the Tubb Gas Pool consisting of the following acreage:

TOWNSHIP 21 SOUTH, RANGE 37 EAST
NE/4 of the SE/4 and the S/2 of the SE/4, Section 4

This unit will be assigned to our Southland Royalty Company "A" Well No. 4 located 660' from the South and East Lines and in the SE/4 of the SE/4 of Section 4, T-21-S, R-37-E, N.M.P.M., Lea County, New Mexico.

This non-standard proration unit was occasioned by recent dual Tubb-Drinkard authorization of our Southland Royalty Company "A" Well No. 3 located in SE/4 of SW/4, Section 4, T-21-S, R-37-E, Lea County, New Mexico. Previously this 40 acre tract was dedicated to the Southland Royalty Company "A" Well No. 4.

In support of our request for exception approval without notice and hearing to Rule 5(A) of Order R-1670, the following is submitted:

1. This application letter is submitted in triplicate.
2. The non-standard gas proration unit
 - (a) consists of contiguous quarter-quarter sections;
 - (b) lies wholly within a single governmental section;