PAN AMERICAN PETROLEUM CORPORATION

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August 13, 1958

RLH-471-400.1 File:

Subject: Change in Status - L. W. Gregory "A" No. 22

Mr. R. F. Montgomery Proration Manager New Mexico Oil Conservation Commission Box 2045 Hobbs, New Mexico

Dear Sir:

Please refer to your letter of July 16, 1958, concerning the change in status of L. W. Gregory "A" No. 22, Unit N, Section 31, T.25-S, R. 37-E, from an oil well to gas well, effective September 1, 1958.

We have reviewed possibilities of remedial work to increase oil production and retain the oil well status but conclusions have been negative.

An application for a 40-acre non-standard proration unit will be forwarded to Mr. Porter, while arrangements are being worked out for gas sales. It is respectfully requested the well status be continued as an oil well until arrangements can be completed and a gas proration unit approved.

Yours very truly,

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Ralph L. Hendrickson Field Superintendent

GDD:bje

cc: NMOCC - Santa Fe

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