

PAN AMERICAN PETROLEUM CORPORATION

Post Office Box 68
Hobbs, New Mexico

March 10, 1939

File: VLS-741-403.1

Subject: Redesignated location of
State "B", Well No. 3
(B - 16 - 24 - 37)
Lee County, New Mexico 2241

Humble Oil & Refining Company (2)
Post Office Box 2100
Hobbs, New Mexico 88240

Gulf Oil Corporation (2)
Post Office Box 670
Hobbs, New Mexico 88240

Shelly Oil Company (2)
Post Office Box 33
Hobbs, New Mexico 88240

Gentlemen:

We propose to recomplate our State "B" Well No. 3, located 330' T&E and 2300' T&E, Section 16, T-24-S, R-37-E, Lee County, New Mexico from the Fowler Devonian Oil Pool to the Fowler Blinberry Oil Pool.

The Devonian Zone has been depleted, and the Blinberry Zone appears to have completion possibilities. Various intervals between 3300' and 3500' is to be opened and evaluated. If a producer is obtained it will be necessary that we obtain exceptions to the Fowler Blinberry Oil Pool Rules and Regulations, Order R-2424-A.

In accordance with the above, and in order for our obtaining an allowable immediately, in the event of a successful completion, we ask that you, as offset operator, waive any objection to our securing the necessary approvals, for a non-standard proration unit and an unorthodox well location.

The necessity of the above approvals are due to the recompletion of a previously drilled well at an unorthodox location and the acreage on which the well was drilled encompasses only a single quarter-quarter section.

RECEIVED	
PAN AMERICAN	
PETROLEUM CORP.	
MAR 26 1939	
HOBBS, N. M.	
AS	
AC	
AE	
AS1	
AE2	
ANC	
FILE	