

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 3, 1964

**Coastal States Gas Producing Company
P. O. Box 383
Abilene, Texas**

Attention: Mr. Joe R. Howard

Administrative Order OLS-27

Gentlemen:

Reference is made to your letter dated June 22, 1964, wherein you request authority for off-lease storage for your Flying "M" State Lease comprising the W/2 NE/4, W/2 NW/4, E/2 SW/4, and E/2 SE/4 of Section 15, the E/2 SE/4 and E/2 SW/4 of Section 16, the W/2 NE/4, E/2 SW/4, and E/2 SE/4 of Section 21, all in Township 9 South, Range 33 East, Flying "M" Pool, Lea County, New Mexico.

It is our understanding that the tank battery for said Flying "M" State Lease will be located in the NE/4 NW/4 of Section 21, Township 9 South, Range 33 East, on your Skelly State Lease, and that there will be no intercommunication of the handling, separating, treating, or storage facilities designated to the Flying "M" State Lease with that of any other lease.

Pursuant to the authority vested in me Rule 309-C of the Commission Rules and Regulations, the aforesaid off-lease storage is hereby authorized.

Very truly yours,

**A. L. Porter, Jr.
Secretary-Director**

ALP:DSN:sg

**cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe**

SAINTA FE, NEW MEXICO

100-443887-1000
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COASTAL STATES GAS PRODUCING COMPANY

NORTH TEXAS DIVISION
610 CITIZENS NATIONAL BANK BUILDING
ABILENE, TEXAS

MAIN OFFICE OCC
1964 JUN 23 PM 1:26

June 22, 1964

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Attn: Mr. Daniel S. Nutter

Dear Sir:

This is in answer to your letter of June 1, 1964, concerning Coastal States' request for administrative approval for off-lease storage for our Flying "M" State and Southern Minerals State leases in Lea County, New Mexico.

As outlined in Rule 309-C, all partners owning an interest in these leases have been notified and copies of the registered letter receipts are attached. Also attached are copies of letter sent to each owner involved.

Coastal States has complied with the request of Rule 309-C and would appreciate receiving approval as soon as the required waiting period has expired.

Very truly yours,

COASTAL STATES GAS PRODUCING COMPANY

Joe R. Howard

Joe R. Howard
Production Superintendent

JRH/ec
Enc.