

**OIL CONSERVATION COMMISSION**

P. O. BOX 2088

SANTA FE, NEW MEXICO

April 14, 1965

**Sunset International Petroleum Corporation  
201 Wall Building, Suite 308  
Midland, Texas**

**Attention: Mr. S. L. Parks**

**Administrative Order OLS-35**

**Gentlemen:**

Reference is made to your letter dated March 24, 1965, wherein you request off-lease storage authority for the Tobac-Pennsylvanian production from your Humble State B Lease which comprises the N/2 SW/4 of Section 21, Township 8 South, Range 33 East, Chaves County, New Mexico. It is our understanding that the tank battery for said Humble State B Lease would be in Unit M of Section 21 on your Humble State A Lease which comprises the S/2 SW/4 of Section 21.

Inasmuch as all production is from the same common source of supply, commingling of production from the two leases will not result, and there will be no intercommunication of the handling, separating, treating, or storage facilities designated to each lease, the aforesaid off-lease storage is hereby approved.

Very truly yours,

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

**ALP/DSM/esr**

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

OIL CONSERVATION COMMISSION  
P. O. BOX 2088  
SANTA FE, NEW MEXICO

March 14, 1965

General International Petroleum Corporation  
201 West Wallingford Street  
Houston, Texas

Attention: Mr. E. L. Parks

Administrative Order 015-65

Dear Sir:

Reference is made to your letter dated March 14, 1965, wherein you request off-lease storage authority for the Hobbs-Pennsylvania production from your Hobbs State 5 lease which comprises the NW 1/4 of Section 21, Township 8 South, Range 23 E., Chavez County, New Mexico. It is our understanding that the tank battery for said Hobbs State 5 lease would be in Unit 1 of Section 21 on your Hobbs State 5 lease which comprises the SW 1/4 of Section 21.

It is our policy to allow all production in the same general course of flow to be commingled in production with the two leases which are adjacent and there is no interference with the production and separating, treating or storage facilities required. In each lease, the off-lease storage is hereby approved.

Very truly yours,

A. L. PORTER, JR.  
Secretary-Director

ALAN 015-65

cc: Oil Conservation Commission (with enclosure) - Hobbs  
Oil & Gas Engineering Committee - Hobbs  
Lease Land Office - Santa Fe

**SUNSET INTERNATIONAL PETROLEUM CORPORATION**

TWO-O-ONE WALL BUILDING • SUITE 308  
MIDLAND, TEXAS

March 24, 1965

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

Attention: Mr. I. R. Trujillo

Gentlemen:

We would like to make application for off-lease storage for our Humble State B Lease production.

The battery serving Humble State A Lease is at Spot-M of section 21-8S-33E. The battery serving Humble State B lease is at Spot-M approximately 100' west of "A" battery.

Humble State B Lease consists of 80 acres being N/2 SW/4 of section 21-8S-33E with the well B-1 located at Spot-K section 21-8S-33E.

With this application for off-lease storage we are submitting letters from the Commission of Public Lands, W. C. Montgomery, Kem Merren and Humble Oil & Refining Company by which they have given their approval of the application.

Sincerely,

SUNSET INTERNATIONAL PETROLEUM  
CORPORATION

  
S. L. Parks

SLP:mm

OLS-35

**SUNSET INTERNATIONAL PETROLEUM CORPORATION**

TWO-O-ONE WALL BUILDING • SUITE 308

MIDLAND, TEXAS

March 19, 1965

Humble State "B" Lease  
N/2 SW/4, Section 21, 8S, 33E  
Chaves County, New Mexico

**Schedule of Lease Ownership**

State of New Mexico	.125000 R.I.
Humble Oil & Refining Company	.250000 O.R.R.I.
W. C. Montgomery & Kem Merren	.010000 O.R.R.I.
Sunset International Petroleum Corp.	.615000 W.I.

This schedule submitted with an "Application for  
Approval of off-lease Storage"



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S. L. Parks

State of New Mexico



Commissioner of Public Lands



GUYTON B. HAYS  
COMMISSIONER

P. O. BOX 1148  
SANTA FE, NEW MEXICO

March 12, 1965



Sunset International Petroleum Corporation  
Two-o-One Wall Building  
Suite 308  
Midland, Texas

Att: G. M. Graham

In RE: Off-set storage for  
Humble State B Lease  
Sec. 21-8S-33E, Chaves  
County, N.M. Lease No.  
E-9089

Gentlemen:

We have no objection to your tank battery being located in the SW $\frac{1}{4}$ SW $\frac{1}{4}$  of Section 21-8S-33E, so long as there will be no intercommunication in handling or separating, and since there will be no commingling of production.

Very truly yours,

GUYTON B. HAYS,  
Commissioner of Public Lands

By

TED BILBERRY, Director,  
Oil and Gas Department

GBH/RGM/TB/kcl

w/cc to: Oil Conservation Commission

# HUMBLE OIL & REFINING COMPANY

Hobbs, New Mexico  
P. O. Box 2100  
March 15, 1965

Re: Off-Lease Storage  
Sunset International  
Sec. 21-8S-33E  
Chaves County, New Mexico

Mr. G. M. Graham  
Sunset International Petroleum Corporation  
201 Wall Building  
Midland, Texas

Dear Sir:

Your letter of March 9, 1965 requested Humble's approval for "off-lease" storage regarding your Humble State "A" and "B" leases located in Section 21, T-8-S, R-33-E, Chaves County, New Mexico. Humble has no objection to your proposed "off-lease" storage as long as it satisfactorily meets all requirements of the New Mexico Oil Conservation Commission.

Yours very truly,

*R. R. Alworth*  
R. R. Alworth

BKB/mcb



10 MAR 22 1965  
SUNSET INTERNATIONAL PETROLEUM CORPORATION  
TWO-O-ONE WALL BUILDING • SUITE 308  
MIDLAND, TEXAS

March 19, 1965

Messers W. C. Montgomery  
and Kem Merren  
216 West Building  
Midland, Texas

Re: Humble State "B" Lease  
Chaves County, New Mexico

Gentlemen:

This will confirm my telephone conversation with Mr. Montgomery this date regarding the building of the battery for this lease off the lease and near the Humble State "A" battery.

Our application to the Oil Conservation Commission will require your consent to this off-lease storage. If you approve of the production from the subject lease being produced into its own tankage on the adjacent lease, please sign in the space below and return the original of this letter to us.

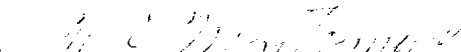
Sincerely,

SUNSET INTERNATIONAL PETROLEUM CORP.

  
S. L. Parks

SLP:mmm

Approval

  
W. C. Montgomery

Approval

  
Kem Merren

