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

May 19, 1965

Rey Smith Associates 1901 Runyan Avenue Artesia, New Mexico

Attention: Mr. W. H. Cravey

## Administrative Order OLS-37

Gentlemen:

Reference is made to your letter dated April 30, 1965, wherein you request administrative approval of an exception to Rule 309-A to permit the off-lease storage of oil produced from your George Well #1 located in Unit H, Section 32, Township 6 South, Range 26 East, and your Harris Well #1 located in Unit F, Section 33, Township 6 South, Range 26 East, Chaves County, New Mexico.

It is our understanding that you wish to locate the tank batteries for these wells in Unit C of Section 32, Township 6 South, Range 26 East.

Pursuant to the authority vested in me by Rule 309-C of the Commission Rules and Regulations, you are hereby authorized the off-lease storage facilities outlined above, provided, however, that there shall be no intercommunication of the treating, handling, or storage facilities for this or any other production.

Administrative Order OLS-19 which previously authorized off-lease storage for the Harris Well is hereby superseded.

Very truly yours,

A. L. Porter, Jr. Secretary-Director

ALP: DSN: sg

cc: Oil Conservation Commission - Artesia
Oil & Gas Engineering Committee - Hobbs

