OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

November 6, 1973

Mobil Oil Corporation P. O. Box 633 Midland, Texas 79701

Attention: Mr. L. A. Davis

Amendment Administrative Order OLS-48

Gentlemen:

Reference is made to your letter dated September 27, 1973, wherein you request the amendment of Administrative Order No. OLS-48 which authorized off-lease storage facilities for your State K Well No. 6, located in Unit C of Section 18, Township 17 South, Range 35 East, Vacuum Grayburg-San Andres Pool, Lea County, New Mexico, in a separate tank battery on your New Mexico "O" Lease in Unit M of said Section 18.

It is our understanding that the Grayburg-San Andres production on both leases is currently shut in, and that the existing handling and storage facilities in Unit M will be utilized for North Vacuum-Abo production from your State K Well No. 10 in Unit L of said Section 18.

Administrative Order No. OLS-48 is hereby amended to permit off-lease storage as described above.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/dr

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

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Reference in mode to your letter dated September 27, 1973, whether request the areadment of Administrative Order No. Chis-48 Which an horizon off-lease storage facilities for your late 8 Well No. 5, so to stad in what 0 of Section 10, Township 17 South, Lange 35 wast. Walnut Grayburg-San Andres Tool, Lea County, New Exict, in a section tank battery on your Yew Poxico 10 Lease in Unit 2 of saciton 16.

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Very truly yours.

A. L. PORTFEL IT. Secretary-Director

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P.O. BOX 633 MIDLAND, TEXAS 79701

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November 22, 1966

New Mexico Oil Conservation Commission P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter

OLS -48
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7.01 REQUEST FOR ADMINISTRATIVE APPROVAL OFF-LEASE STORAGE -STATE K, WELL #6 & NEW MEXICO "O", WELL #1, UNIT L & UNIT M, SEC. 18, T-17-S, R-35-E, GRAYBURG-SAN ANDRES POOL, LEA COUNTY, NEW MEXICO

Gentlemen:

On August 10, 1966, Mobil Oil Corporation requested administrative approval to commingle the production of oil from the two subject leases. Because of the capital expenditure necessary to meter the oil, off-lease storage will be more economical.

We now respectively request Oil Conservation Commission approval of off-lease storage for our State "K" Well No. 6 as shown in the attached diagram. The Commissioner of Public Lands has given written permission (copy of letter attached) stating, in effect, that he has no objections to our proposal.

The storage battery located on New Mexico "O" lease will be a completely separate storage tank with no possible connection to the tank serving the other well. This arrangement will reduce battery maintenance costs, reduce equipment investment and lengthen the economic life of the wells. The state land leases involved have a common beneficiary as shown by our record search.

Both wells, State "K" No. 6 and New Mexico "O" No. 1, are marginal pumping wells producing from the Vacuum (Grayburg-San Andres) Pool.

Yours very truly,

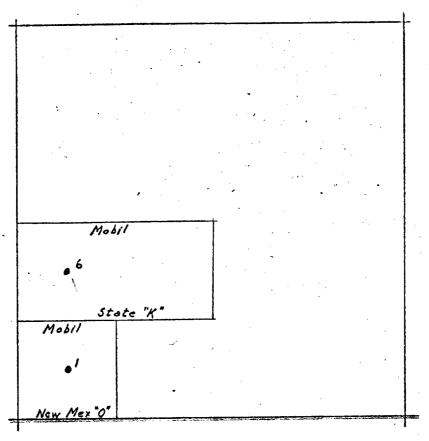
General Accounting

TAP/1g Attachments-2

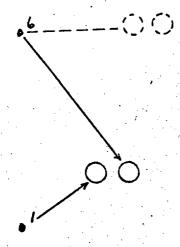
cc: Mr. J. D. Ramey
P. O. Box 1980

Hobbs, New Mexico 88240

A. J. Monzingo-Hobbs



Section 18, T-175, A-35 E Lea County, New Mexico



Jec/ 9-30-

Schematic diagram (no scale)
showing the disconnection
of State "K" No.6 to
present storage battery
and reconnection to
a single storage tank
for "off lease" storage
on New Mex "O".

MOBIL OIL CORPORATION
Application to State
Land Office for Off
Lease Starage

State of New Mexico



Commissioner of Public Lands

NOV 1 4 1966
I. B. STITT, JR.
OFFICE

P. O. BOX 1148
SANTA FE, NEW MEXICO

COMMISSIONER



Mobil Oil Corporation Post Office Box 633 Midland, Texas 79701

Attention: Mr. I. B. Stitt, Jr.

Gentlemen:

In reference to your request to install off-lease storage facilities for production from your well Number 6 located in the NW\(\frac{1}{4}\)SW\(\frac{1}{4}\) of Section 18, Township 17 South, Range 35 East which is included in State of New Mexico Lease B-1527, we wish to inform you that the Commissioner of Public Lands has no objection to your proposal.

This letter of approval is based upon the contingency that there shall be no intercommunication of the handling, separating or storage facilities designated to either State of New Mexico Lease B-1527 or B-1518 and that no commingling of production between the two leases shall result. We would like to request that you clearly mark the separate flow lines so that they may be easily identified.

Very truly yours,

GUYTON B. HAYS
COMMISSIONER OF PUBLIC LANDS

Y: Jed Enl

TED BILBERRY, DIRECTOR
Oil and Gas Department

GBH:TB:yds

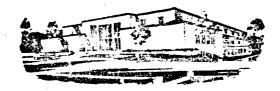
cc: Oil Conservation Commission Post Office Box 1980, Santa Fe

State of New Mexico

TELEPHONE 505-827-2748



ALEX J. ARMIJO COMMISSIONER



Commissioner of Public Lands

September 24, 1973

P. O. BOX 1148 SANTA FE, NEW MEXICO

Mobil Oil Corporation P. O. Box 633 Midland, Texas 79701

Re: REQUEST FOR AMENDMENT OF
ADMINISTRATIVE ORDER OLS-48
MOBIL OIL CORPORATION'S
STATE K (B-1527) AND
NEW MEXICO O (B-1518) LEASES,
NORTH VACUUM ABO POOL,
LEA COUNTY, NEW MEXICO

ATTENTION: Mr. L. A. Davis

Gentlemen:

Reference is made to your request for amendment to the New Mexico Oil Conservation Commission's Administrative Order No. OLS-48, to delete the approval of off-lease storage for Mobil's State K Well No. 6, Vacuum (Grayburg-San Andres) Pool and provide for substitution of off-lease storage for Mobil's State K Well No. 10, Unit L, Section 18, Township 17 South, Range 35 East, Lea County, New Mexico, North Vacuum Abo Pool.

You are hereby given approval to the above request. This approval is subject to like approval by the New Mexico Oil Conservation Commission.

Please remit a Ten (\$10.00) Dollar filing fee.

Very truly yours,

RAY D. GRAHAM, Director Oil and Gas Department

AJA/RDG/s encl.

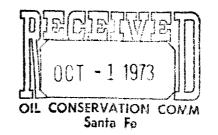
cc:

New Mexico Oil Conservation Commission

New Mexico Oil & Gas Accounting Commission

State Lease No. B-1527 and B-1518

Mobil Oil Corporation



P.O. BOX 633 MIDLAND, TEXAS 79701

September 27, 1973

New Mexico Oil Conservation Commission State Land Office Bldg. P. O. Box 2088 Santa Fe, New Mexico 87501

Attention: Mr. A. L. Porter, Jr.

REQUEST FOR AMENDMENT OF ADMINISTRATIVE ORDER OLS-48 MOBIL OIL CORPORATION'S STATE K (B-1527) AND NEW MEXICO O (B-1518) LEASES, NORTH VACUUM ABO POOL, LEA COUNTY, NEW MEXICO

Gentlemen:

Mobil Oil Corporation respectfully requests amendment to the New Mexico Oil Conservation Commission's Administrative Order No. OLS-48, dated December 15, 1966, to delete the approval of off-lease storage for Mobil's State K Well No. 6, Vacuum (Grayburg-San Andres) Pool and provide for substitution of off-lease storage for Mobil's State K Well No. 10, Unit L, Section 18, T-17-S, R-35-E, Lea County, New Mexico, North Vacuum Abo Pool.

Mobil plans to shut-in the presently connected State K Well No. 6 and the New Mexico O Well No. 1, Vacuum (Grayburg-San Andres) Pool, because of submarginal production, and disconnect these wells from the existing tank battery in the SW/4 SW/4 of Section 18, T-17-S, R-35-E, Lea County, New Mexico. Mobil wishes to substitute the State K Well No. 10, in the afore-mentioned Order No. OLS-48, and connect it to the existing tank battery as shown on the attached plat.

This proposal would result in only North Vacuum Abo production in the said tank battery. There would be no commingling included in this request; and as stated in our original application, both leases have common lease ownership, working interest ownership, royalty ownership, and ORR ownership.

New Mexico Oil Conservation Commission Santa Fe, New Mexico 87501



In addition to a plat showing the leases and wells of this request, we are attaching copies of the previously granted Administrative Order OLS-48, and the approval of the Commissioner of Public Lands.

Should any further information be required, please advise.

Yours very truly,

L. A. Davis

Area Operations Engineer

JHSeerey/cs Attachments

cc: Commissioner of Public Lands - Santa Fe NMOCC - District 1, Hobbs, NM

