

LEONARD NICHOLS

OIL PRODUCER

1101 MERCANTILE SECURITIES BUILDING

Dallas 1, Texas

February 17, 1960

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*Wanted from
Land Office?*

*CTB
(Waiting period)
Due March
10th*

Oil Conservation Commission
Box 871
Santa Fe, New Mexico

Gentlemen:

In January, 1957, I was granted permission to commingle pro-
duction from my State A lease No. B-2516 located on the following
described acreage:

$N\frac{1}{2}$ $NE\frac{1}{4}$ and $NE\frac{1}{4}$ $NW\frac{1}{4}$ Sec. 7
 $S\frac{1}{2}$ $SW\frac{1}{4}$ Sec. 5
 $N\frac{1}{2}$ $NE\frac{1}{4}$ and $S\frac{1}{2}$ $NW\frac{1}{4}$ Sec. 8
 $N\frac{1}{2}$ $NE\frac{1}{4}$ and $S\frac{1}{2}$ $NW\frac{1}{4}$ Sec. 9
T. 17S, R. 33E, Lea County, New Mexico.

Since that time I have drilled three offsetting wells located
on State Lease No. E-881 as follows:

$NW\frac{1}{4}$ $SW\frac{1}{4}$, $SW\frac{1}{4}$ $SW\frac{1}{4}$, and $SE\frac{1}{4}$ $SW\frac{1}{4}$, Sec. 8
T. 17S, R. 33E, Lea County, New Mexico.

I acquired this acreage from Aztec Oil and Gas Company with
them retaining a 5% override, but just recently I have purchased this
5% override from them.

Since all the wells located on State lease No. B-2516 and
State lease No. E-881 are state owned, with no overrides or oil pay-
ments payable out of them, I would like to have permission to commingle
the oil produced from all the wells located on these two leases into
common storage, tank battery being located in the $SW\frac{1}{4}$ $NW\frac{1}{4}$ Sec. 8-17S-
33E. None of these wells are allowable wells, all strippers, includ-
ing the three located on lease No. E-881.

Plat enclosed shows all acreage involved, exact location of
wells, and all direct offset owners, and I am notifying the direct
offset owners of my request by copy of this letter.

I will appreciate hearing from you soon as I am planning the
drilling of another well and can use the tank batteries and separators.

Yours very truly,



Leonard Nichols

Encls: 4

Oil Conservation Commission, Santa Fe