

STEVENS OIL COMPANY

919 SECURITY NATIONAL BLDG.
P. O. BOX 2203
ROSWELL, NEW MEXICO 88201

August 7, 1978

DON STEVENS
CURTIS STEVENS
505-622-7273

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

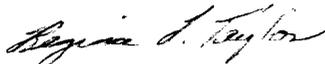
Re: O'Brien "F" Lease
T-8-S, R-28-E
Chaves County, New Mexico

Dear Mr. Nutter:

Mr. Stevens requested that I send you the enclosed copy of letter from Mr. Ray D. Graham on the captioned lease.

Yours very truly,

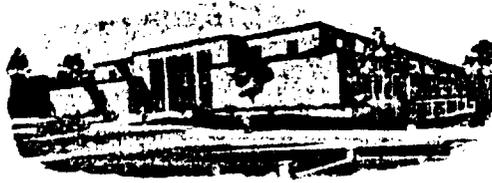
STEVENS OIL COMPANY


Regina L. Taylor
Secretary

rlp

Enclosure

State of New Mexico



Commissioner of Public Lands

August 2, 1978

PHIL R. LUCERO
COMMISSIONER

P. O. BOX 1148
SANTA FE, NEW MEXICO 87501

Stevens Oil Company
919 Security National Building
P. O. Box 2203
Roswell, New Mexico 88201

Re: O'Brien "F" Lease

ATTENTION: Donald G. Stevens

Gentlemen:

As per your request of June 14, 1978, you are hereby authorized off-lease storage on your O'Brien "F" lease. The production from the O'Brien "F" lease located in the W/2 Section 25, E/2 Section 26, and E/2 Section 35, Township 8 South, Range 28 East, Chaves County, New Mexico, will be transported prior to measurement to the Citgo-State "A" lease located in Unit C of Section 36, Township 8 South, Range 28 East, Chaves County, New Mexico for storage thereon.

Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Enclosed is one copy for your records reflecting the date it was received in this office.

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

Very truly yours,

PHIL R. LUCERO
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*
RAY D. GRAHAM, Director
Oil and Gas Division

PRL/RDG/s
encls.
cc:

OCD-Santa Fe, New Mexico
New Mexico Oil and Gas Accounting Department
New Mexico State Lease No. OG-4681

STEVENS OIL COMPANY

919 SECURITY NATIONAL BLDG.
P. O. BOX 2203
ROSWELL, NEW MEXICO 88201

June 14, 1978

DON STEVENS
CURTIS STEVENS
505-622-7273

Secretary-Director
N. M. Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

Stevens Oil Company seeks an exception to Rule 309-A under the provisions of 309-C to permit the production from its O'Brien "F" lease located in the W/2 Section 25, E/2 Section 26, and E/2 Section 35, Township 8 South, Range 28 East, Chaves County, New Mexico, to be transported prior to measurement to its Citgo-State "A" lease located in Unit C of Section 36, Township 8 South, Range 28 East, Chaves County, New Mexico for storage thereon. The only current producing well on the O'Brien "F" lease is the No. 1 well located in Unit M of Section 25. The ownership of the O'Brien "F" lease is as follows:

1. Stevens Oil Company is the operator with a 22.1% working interest with a 40% reversion after payout.
2. The remainder of the working interest is owned as follows: H. Wade White .4%, Rio Petrol, Inc. 12.5%, Robert R. Walker 12.5%, John T. Rowlett, et al 52.5%.
3. The royalty interest is owned as follows: W. B. O'Brien, et al 75%, U. V. Industries 12.5%, Marshall & Winston Inc., et al 12.5%.

The ownership of Unit C of Section 36, Township 8 South, Range 28 East, Chaves County, New Mexico is as follows:

1. Stevens Oil Company is the operator with a 52.5% working interest.
2. Energy Reserves Group, Inc. owns 47.5% working interest.
3. Overriding royalties are owned by H. Lee Harvard 1%, George Conley 2%, Len Mayer .5%, Robert L. Haynie .5%.
4. The State of New Mexico is the owner of a 12.500% royalty interest.

RECEIVED
JUN 16 9 12 AM '78
SANTA FE LAND OFFICE
SANTA FE, N.M.

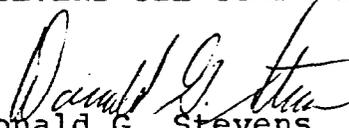
June 14, 1978

Enclosed is a plat showing the wells on the leases and the location of the tank battery and flowlines. The tank battery has been located in this site to take advantage of an unused tank battery located thereon and to avoid the problems and expense of building a new tank battery in or near the shoreline of an intermittent lake bed. The surface owner of the land prefers this location inasmuch as the road to the tank battery is caliche and it will not be necessary to caliche additional roadways and will prevent a proliferation of tank batteries near the ranch house and ranch manager's home in the NW/4 of Section 35. The applicant further states:

1. All production between the two leases is from the same common source of supply.
2. Commingling of production from the two leases will not result.
3. There will be no intercommunication of the handling, separating, treating, or storage facilities designated to each lease.
4. All parties owning a working or royalty interest in the lease have consented in writing to the off-lease storage or will consent in writing to the off-lease storage or have been mailed registered certified mail of Stevens Oil Company's intent to transport as set out herein. Evidence of the above will be furnished the Commission shortly.
5. State lands are involved and evidence will be furnished that the Commissioner of Public Lands will consent to the proposed off-lease storage.

Yours very truly,

STEVENS OIL COMPANY


Donald G. Stevens

DGS/rpt

Enclosure

RECEIVED
JUN 16 9 12 AM '78
STATE LAND OFFICE
SANTA FE, N.M.

R-28-E

STEVENS OIL CO. STEVENS OIL CO.

26

west St.

25

west St.

30

O'Brien O'Brien

STEVENS OIL CO.

STEVENS OIL CO.

35

west St.

36

STATE LAND OFFICE
SANTA FE, N.M.

JUN 16 9 12 AM '78

RECEIVED

31

T
8
S

State "H"
COM.
K 2803
K 6716
OG 4681

Cligo-St.
2
K-2803

Cligo-St. "A"
OG-4681

K-2803

T
9
S

STEVENS OIL CO.

STEVENS OIL CO.

2

Pierson

- Producing Well
- ⊙ Well Penetrating Devonian
- ✦ Plugged Producing Well
- ✧ Dry Hole

2-C I-H I-A
I-E
2-H
2-E
4-C 3-C
I-C
O'Brien

6

Nabob

STEVENS OIL COMPANY
TWINLAKES POOL, CHAVES CO., N.M.
O'BRIEN "F" OFF LEASE STORAGE

SCALE
0 1000 2000 3000 4000

- ⊙ STEVENS OIL CO.
- - - Flow Line
- Roads
- ⊖ Intermittent Lake Bed
- ⊠ Tank Battery
- ⊙ Subject Well

STEVENS OIL COMPANY

919 SECURITY NATIONAL BLDG.

P. O. BOX 2203

ROSWELL, NEW MEXICO 88201

June 14, 1978

DON STEVENS
CURTIS STEVENS
505-622-7273

Secretary-Director
N. M. Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

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June 14, 1978

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STEVENS OIL COMPANY


Donald G. Stevens

DGS/rpt

Enclosure

R-28-E

STEVENS OIL CO. STEVENS OIL CO.

26

25

30

O'Brien O'Brien

STEVENS OIL CO.

STEVENS OIL CO.

35

36

31

T
8
S

State CH
COM.
K 2803
K 6716
OG 4681

Citgo-St. "A"
K-2803

I-G
O'Brien

Citgo-St. "A"
OG-4681

K-2803

T
9
S

STEVENS OIL CO.

STEVENS OIL CO.

2

Pierson

6

O'Brien

Nabob

- Producing Well
- ⊙ Well Penetrating Devonian
- ✦ Plugged Producing Well
- ⊛ Dry Hole

STEVENS OIL COMPANY
TWINLAKES POOL, CHAVES CO., N.M.
O'BRIEN "F" OFF LEASE STORAGE

SCALE
 0 1000 2000 3000 4000

- ⊙ I-D STEVENS OIL CO.
- - - Flow Line
- Roads
- ⊞ Intermittent Lake Bed
- ⊞ Tank Battery
- ⊙ Subject Well

No. 778175

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL

(See Reverse)

SENT TO		<i>J. E. Conley</i>	
STREET AND NO.		<i>Box 99</i>	
P.O. STATE AND ZIP CODE		<i>Parkeville Pa 17134</i>	
POSTAGE		\$ 15	
CONSULT POSTMASTER FOR FEES	CERTIFIED FEE	\$ 20	
	SPECIAL DELIVERY	€	
	RESTRICTED DELIVERY	€	
	OPTIONAL SERVICES	€	
	RETURN RECEIPT SERVICE	€	
SHOW TO WHOM AND DATE DELIVERED		€	
SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY		€	
SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY		€	
SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY		€	
TOTAL POSTAGE AND FEES		\$ 40	
POSTMARK OR DATE		JUN 15 1978	

PS Form 3800, Apr. 1976

PS Form 3800, Apr. 1976

SENT TO		<i>Robert Webber</i>	
STREET AND NO.		<i>4803 Co. Road, N.W.</i>	
P.O. STATE AND ZIP CODE		<i>Albuquerque, N.M. 87117</i>	
POSTAGE		\$ 15	
CONSULT POSTMASTER FOR FEES	CERTIFIED FEE	\$ 20	
	SPECIAL DELIVERY	€	
	RESTRICTED DELIVERY	€	
	OPTIONAL SERVICES	€	
	RETURN RECEIPT SERVICE	€	
SHOW TO WHOM AND DATE DELIVERED		€	
SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY		€	
SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY		€	
SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY		€	
TOTAL POSTAGE AND FEES		\$ 40	
POSTMARK OR DATE		JUN 15 1978	

No. 778171
RECEIPT FOR CERTIFIED MAIL
NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL
(See Reverse)

PS Form 3800, Apr. 1976

SENT TO		<i>L. L. Howard</i>	
STREET AND NO.		<i>436</i>	
P.O. STATE AND ZIP CODE		<i>201</i>	
POSTAGE		\$ 15	
CONSULT POSTMASTER FOR FEES	CERTIFIED FEE	\$ 20	
	SPECIAL DELIVERY	€	
	RESTRICTED DELIVERY	€	
	OPTIONAL SERVICES	€	
	RETURN RECEIPT SERVICE	€	
SHOW TO WHOM AND DATE DELIVERED		€	
SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY		€	
SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY		€	
SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY		€	
TOTAL POSTAGE AND FEES		\$ 40	
POSTMARK OR DATE		JUN 15 1978	

No. 778172
RECEIPT FOR CERTIFIED MAIL
NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL
(See Reverse)

No. 778176

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL

(See Reverse)

SENT TO		<i>Energy Research Group</i>	
STREET AND NO.		<i>P.O. Drawer 2437</i>	
P.O. STATE AND ZIP CODE		<i>Midland Tex 79701</i>	
POSTAGE		\$ 15	
CONSULT POSTMASTER FOR FEES	CERTIFIED FEE	\$ 20	
	SPECIAL DELIVERY	€	
	RESTRICTED DELIVERY	€	
	OPTIONAL SERVICES	€	
	RETURN RECEIPT SERVICE	€	
SHOW TO WHOM AND DATE DELIVERED		€	
SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY		€	
SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY		€	
SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY		€	
TOTAL POSTAGE AND FEES		\$ 40	
POSTMARK OR DATE		JUN 15 1978	

PS Form 3800, Apr. 1976

PS Form 3800, Apr. 1976

SENT TO		<i>W. B. O'Brien, et al</i>	
STREET AND NO.		<i>448</i>	
P.O. STATE AND ZIP CODE		<i>Lawville, Tex 79108</i>	
POSTAGE		\$ 15	
CONSULT POSTMASTER FOR FEES	CERTIFIED FEE	\$ 20	
	SPECIAL DELIVERY	€	
	RESTRICTED DELIVERY	€	
	OPTIONAL SERVICES	€	
	RETURN RECEIPT SERVICE	€	
SHOW TO WHOM AND DATE DELIVERED		€	
SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY		€	
SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY		€	
SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY		€	
TOTAL POSTAGE AND FEES		\$ 40	
POSTMARK OR DATE		JUN 15 1978	

No. 778173
RECEIPT FOR CERTIFIED MAIL
NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL
(See Reverse)

PS Form 3800, Apr. 1976

SENT TO		<i>H. W. Adl, White</i>	
STREET AND NO.		<i>207 N. Adams St. 92</i>	
P.O. STATE AND ZIP CODE		<i>Lawville N.M. 88201</i>	
POSTAGE		\$ 15	
CONSULT POSTMASTER FOR FEES	CERTIFIED FEE	\$ 20	
	SPECIAL DELIVERY	€	
	RESTRICTED DELIVERY	€	
	OPTIONAL SERVICES	€	
	RETURN RECEIPT SERVICE	€	
SHOW TO WHOM AND DATE DELIVERED		€	
SHOW TO WHOM, DATE, AND ADDRESS OF DELIVERY		€	
SHOW TO WHOM AND DATE DELIVERED WITH RESTRICTED DELIVERY		€	
SHOW TO WHOM, DATE AND ADDRESS OF DELIVERY WITH RESTRICTED DELIVERY		€	
TOTAL POSTAGE AND FEES		\$ 40	
POSTMARK OR DATE		JUN 15 1978	

No. 778174
RECEIPT FOR CERTIFIED MAIL
NO INSURANCE COVERAGE PROVIDED—
NOT FOR INTERNATIONAL MAIL
(See Reverse)