



UNITED STATES
DEPARTMENT OF THE INTERIOR

GEOLOGICAL SURVEY

Drawer 1857
Roswell, New Mexico

RECEIVED

MAY 11 1962

WARD - HOBBS

1962 MAY 22 AM 9 48

IN REPLY REFER TO:	
PRODUCTION DEPARTMENT	
D. SVY.	2
D. ENG.	1
OFF. ASST.	3
D. D. GEOL.	
D. ACCT.	
PROD. ENG.	
FILE	
C-COMMENT	H-HANDLE
N-NOTE	I-INITIAL

May 10, 1962

Standard Oil Company of Texas
P. O. Drawer "S"
Monahans, Texas

Gentlemen:

In your letter of April 13, 1962, you request approval for off-lease storage for oil produced from Federal oil and gas lease NM 081381-A (your Federal "16" lease). Presently, there is only one well on the lease which is in sec. 3, T. 16 S., R. 31 E., N.M.P.M., Eddy County, New Mexico. In order that you may get a pipeline connection, you propose to install lease storage facilities in sec. 10, T. 16 S., R. 31 E., near the tank battery for oil and gas lease NM 026418. You advise that there will be a separate tank battery for each lease and that there will not be any commingling between NM 081381-A and NM 026418.

No objection is offered to the off-lease storage as proposed in the above mentioned letter. Each tank battery should be properly marked with a tank battery sign.

Very truly yours,

Carl E. Trautman, for

JOHN A. ANDERSON
Regional Oil and Gas Supervisor

copy to J.P.J. + J.A.H. 5-11-62

MAY 11 1962