

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

April 17, 1963

**Standard Oil Company of Texas
Drawer "S"
Monahans, Texas**

Attention: Mr. S. J. Mathews, Jr.

Administrative Order OLS-9

Gentlemen:

Reference is made to your application dated April 4, 1963, for authority to transport Atoka-San Andres oil produced from your W. H. Swearingen Lease in Unit F, Section 12, Township 18 South, Range 26 East, Eddy County, New Mexico, to your M. L. Higgins Lease, there to be measured and stored in a separate tank battery in Unit K of said Section 12.

It is our understanding that the two batteries will be completely independent of each other and that there will be no intercommunication of the handling, separating, treating or storage facilities designated to each lease.

Pursuant to the authority granted me by Rule 309-C of the Commission Rules and Regulations, Standard Oil Company of Texas is hereby authorized to utilize off-lease storage facilities for its W. H. Swearingen Lease as outlined above.

Very truly yours,

**A. L. PORTER, Jr.,
Secretary-Director**

ALP/DSM/og

cc: Mr. M. L. Armstrong - Artesia

Oil & Gas Engineering Committee - Hobbs

C
O
P
Y



STANDARD OIL COMPANY OF TEXAS

1963 APR 8 AM 10 15

Drawer "S"
Monahans, Texas
April 4, 1963

RECEIVED

APR 8 1963

O. C. C.
ARTESIA, OFFICE

OIL STORAGE FACILITIES
W. H. SWEARINGEN UNIT #1
ATOKA (SAN ANDRES) FIELD

New Mexico Oil Conservation Commission
P. O. Drawer "DD"
Artesia, New Mexico

Attention: Mr. M. L. Armstrong

Gentlemen:

Standard Oil Company of Texas, a Division of California Oil Company, desires to apply for approval of off-lease storage under New Mexico Oil Conservation Commission Rule 309-C, for oil produced from W. H. Swearingen Unit #1 well located 2310' FNL, 1850' FWL, Section 12, T-18-S, R-26-E, Atoka (San Andres) Field, Eddy County, New Mexico.

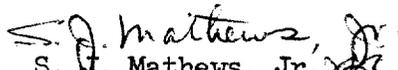
The proposed storage facilities for the above well will be on the M. L. Higgins Lease. It is proposed to use one of the 500 barrel tanks that is now part of the M. L. Higgins battery for storing the oil produced from the W. H. Swearingen Unit #1 well. The production facilities and storage for the two leases will be separated such that commingling will not occur, and there will be no intercommunication of the handling, separating, treating or storage facilities designated to each lease.

The above plan is more desirable than previous submitted commingling plans. This arrangement would be more economical in that storage facilities with pipeline connection are established. Other than the installation of a heater-treater no additional equipment will be necessary. Also this battery is located outside the Pecos River flood area which eliminates the problem of trying to locate the battery on the Swearingen lease.

Please find attached waiver signed by the other owner that we are in partnership with on subject lease. Also attached is a plat of the lease showing thereon the wells on the leases and the location of the tank battery.

Your consideration of this proposal will be appreciated and will facilitate operations in the area.

Yours very truly,


S. J. Mathews, Jr.
District Superintendent

EW:jd
Attachment

WAIVER OF OBJECTIONS BY INTERESTED
PARTY TO OFF-LEASE STORAGE OF OIL PRODUCTION

This is to state that the undersigned has been advised of the proposal by Standard Oil Company of Texas, a Division of California Oil Company, for off-lease storage of produced oil from their W. H. Swearingen Unit #1 Well, Atoka (San Andres) Field. Subject well is located 2310' FNL, 1850' FWL, Section 12, T-18-S, R-26-E, Atoka Field, Eddy County, New Mexico.

It is understood oil produced from the W. H. Swearingen Unit #1 Well will be stored in facilities located on the M. L. Higgins Lease, Section 12, T-18-S, R-26-E, Atoka Field, Eddy County, New Mexico. No commingling of produced fluids from these lease will result.

The undersigned waives any objection to the carrying out of such storage practices as stated above.

SIGNED: M. L. Taylor
District Production Manager
FOR: Gulf Oil Corporation
DATE: April 2, 1963

SECTION 12, PARTIALLY
LEASED BY STD. OF TEXAS
ATOKA (SAN ANDRES) FIELD

EDDY COUNTY, NEW MEXICO

Scale: 1" = 400'

