

**May 16, 1963**

**Signal Oil and Gas Company  
509 West Texas Avenue  
Midland, Texas**

**Attention: Mr. D. J. Delany**

**Administrative Order OLS-10**

**Gentlemen:**

**Reference is made to your letter of April 26, 1963, wherein you request authority to store and measure your State SDA production in the South Denton-Devonian Pool, Lea County, New Mexico, on a parcel of land in the southwest corner of the northwest corner of Section 4, Township 16 South, Range 38 East, upon which you have a business lease.**

**Although the proposed off-lease storage facilities are adjacent to your Tekell State Lease battery, it is our understanding that they are entirely separate and that no commingling of production will occur.**

**Signal Oil and Gas Company is hereby authorized the aforesaid off-lease storage facilities for its State SDA Lease, provided that there shall be no intercommunication of the handling, separating, treating, or storage facilities of this and any other lease.**

**Very truly yours,**

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

**ALP/DSH/esr**

**cc: Oil Conservation Commission - Hobbs  
Oil and Gas Engineering Committee - Hobbs**