

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

June 11, 1963

**Texas Pacific Coal and Oil Co.
P. O. Box 1688
Hobbs, New Mexico**

Administrative Order OLS-13

Gentlemen:

Reference is made to your letter of May 13, 1963, wherein you request that Administrative Order CTS-105 dated May 10, 1963, be cancelled inasmuch as you now plan an off-lease storage system rather than commingling as originally planned.

It is our understanding that you propose to transfer the Langlie-Mattix production from your Eaton "B" A/c-2 Lease comprising the NW/4 of Section 12, Township 25 South, Range 37 East, Lea County, New Mexico, to your Eaton "B" A/c-1 Lease in the NE/4 of Section 12, and to there measure and store the production in a separate tank battery.

Administrative Order CTS-105 is hereby cancelled and Texas Pacific Coal and Oil Company is pursuant to the authority granted me by Rule 309-C, hereby authorized off-lease storage as outlined above, provided, however, that there shall be no inter-communication of the handling, separating, treating, or storage facilities designated to each lease.

Very truly yours,

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

ALP/DSH/eg

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

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OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

June 11, 1952

Dear Sirs: We have received your letter of May 13, 1952, regarding the proposed lease for the production of oil and gas from the land described in the attached lease agreement.

The attached lease agreement is being reviewed.

Sincerely,

Very truly yours,
A. J. PORTER, Jr.,
Secretary-Treasurer

The attached lease agreement is being reviewed. The Commission is currently reviewing the proposed lease for the production of oil and gas from the land described in the attached lease agreement. The Commission is currently reviewing the proposed lease for the production of oil and gas from the land described in the attached lease agreement.

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Very truly yours,

A. J. PORTER, Jr.,
Secretary-Treasurer

Oil & Gas Producing Committee - Santa Fe
Oil Conservation Commission - Hobbs

TEXAS PACIFIC COAL AND OIL COMPANY

FIELD OFFICE

May 13, 1963

PLEASE ADDRESS REPLY TO COMPANY AT

P. O. Box 1688
Hobbs, New Mexico

State of New Mexico
Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: A. L. Porter, Jr., Secretary-Director

Re: Application for administrative approval of off-lease storage for Texas Pacific Coal and Oil Company's Eaton "B" A/c-2 Lease located in Section 12, Township 25 South, Range 37 East, Lea County, New Mexico

Gentlemen:

Texas Pacific Coal and Oil Company respectfully requests cancellation of its April 18, 1963 application to commingle the above mentioned lease and in lieu thereof respectfully requests an exception to Rule 309-A under the provisions of Rule 309-C, Order No. R-2174, for off-lease storage facilities for its Eaton "B" A/c-2 Lease to be situated on Texas Pacific Coal and Oil Company's Eaton "B" A/c-1 Lease, both leases constituting the north half of Section 12, Township 25 South, Range 37 East, Lea County, New Mexico.

The Eaton "B" A/c-2 lease covers the north west quarter of Section 12. Eaton "B" A/c-2, Well No. 3 is located 1650 feet from the north line and 2310 feet from the south line of Section 12 and is being produced into a test tank at the well site while the casinghead gas is being flared. With the approval of this application we propose to erect a tank battery for the Eaton "B" A/c-2 Lease adjacent to the tank battery on Eaton "B" A/c-1 Lease. This lease covers the north east quarter of Section 12 and the battery and only producing Well No. 1 is located in the south west quarter of the lease.

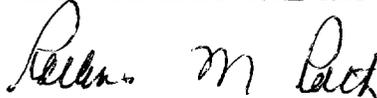
This proposed location of Eaton "B" A/c-2 battery will make both oil and gas pipeline connections immediately available thus eliminating oil trucking and flaring of casinghead gas. Attached is a plat of the leases showing the wells on the leases, the formations in which they are completed and the proposed location of the tank batteries. In further support of this request, these conditions, as outlined in Rule 309-C, are presented for your consideration:

1. All production 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 an interest in the leases have been furnished copies of this application by registered mail.

In view of these facts, it is requested that administrative approval be granted for off-lease storage for the Eaton "B" A/c-2 Lease on the Eaton "B" A/c-1 Lease.

Respectfully yours,

TEXAS PACIFIC COAL AND OIL COMPANY



Rollins M. Roth
Petroleum Engineer

RR/bh

CC: State of New Mexico
Oil Conservation Commission
P. O. Box 2045
Hobbs, New Mexico

First National Bank of Nevada, Trustee
under the Will of Allie M. Lee, Deceased
Reno Nevada

Leonard Oil Company
Roswell, New Mexico

Richardson Oils, Inc.
Fort Worth National Bank Bldg.
Fort Worth, Texas

CC: Sabine Royalty Corporation
1210 Mercantile Bank Bldg.
Dallas, Texas

Mrs. C. W. Samuels
2427 Lofton Terrace
Fort Worth, Texas

Sunshine Royalty Company
P. O. Box 1355
Roswell, New Mexico

Amerada Petroleum Corporation
P. O. Box 2040
Tulsa, Oklahoma

Western Natural Gas Company
1006 Main Street
Houston 2, Texas

The Fort Worth National Bank
for Account of Clear Fork Charitable Foundation
P. O. Box 2050
Fort Worth, Texas

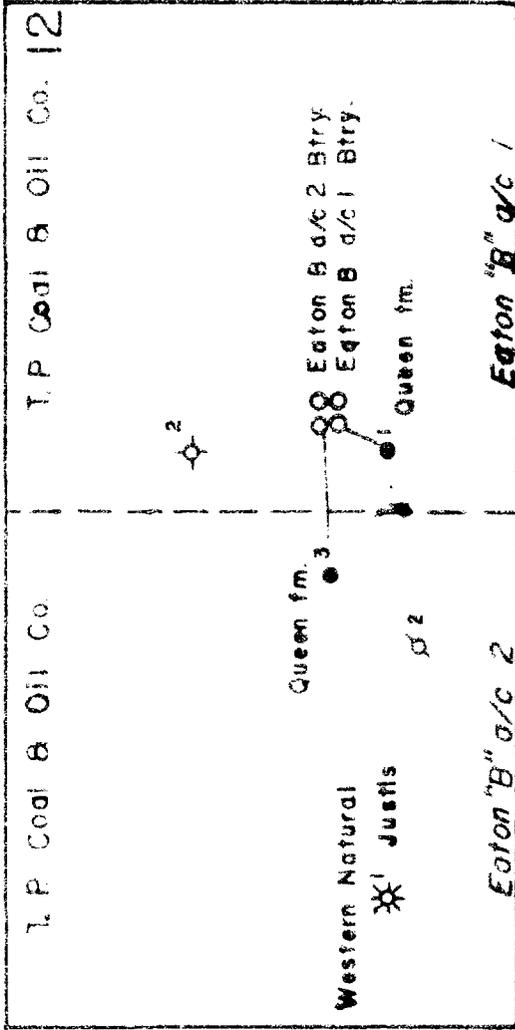
The Prudential Insurance Company of America
Production Payment No. 7
Treas. Division
Securities Section
Prudential Plaza
Neward 1, New Jersey

R. Olsen
2811 Liberty Bank Bldg.
Oklahoma City, Oklahoma

Howard Olsen
P. O. Box 1744
Midland, Texas

Signal Oil and Gas Company
210 N. Big Spring
Midland, Texas

El Pas Natural Gas Company
P. O. Box 1384
Jal, New Mexico



Scale 1" = 1000'

Texas Pacific Coal & Oil Co.
 Eaton "B" a/c 1 & Eaton "B" a/c 2 Leases
 Sec. 12, T-25-S, R-37-E
 Lea County, New Mexico