OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

March 10, 1972

Hinkle, Bondurant, Cox & Eaton P. O. Box 10 Roswell, New Mexico 88201

Attention: Mr. Clarence E. Hinkle

Administrative Order OLS-83

Gentlemen:

Reference is made to your application for off-lease storage for Jake L. Hamon's State K-4203 Lease comprising the S/2 NW/4, S/2 NE/4, and N/2 SE/4 of Section 30, Township 16 South, Range 36 East, East Shoe Bar-Devonian Pool, Lea County, New Mexico.

It is our understanding that the tank battery for this lease will be located at the site of the K-33 Central Battery which serves the K-33 Lease Wells Nos. 1 and 2.

Jake L. Hamon is hereby authorized off-lease storage for the State K-4203 Lease provided that there shall be no intercommunication of the handling, separating, treating, or storage facilities designated to each lease.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

cc: Oil Conservation Commission - Hobbs

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Macch 16, 1972

Hinkin, Sondurant, Cox & Maton P. G. Rox 10 Roswell, New Merico 88201

Attention: Mr. Clarence 2. Hinkle

Administrative Order OLS-83

Centlemen:

Reference is made to your application for off-lease storage for Jake L. Hamon's State E-4203 Lease comprising the 5/2 NW/4, 5/2 NE/4, and N/2 SE/4 of Section 30, Township 16 South, Range 36 Bast, dast Shoe Bar-Devonian Pool, Lea County, New Mexico.

It is our understanding that the tank battery for this lasse will be located at the site of the K-33 Central Battery which sarves the K-33 lease Wells Nos. 1 and 2.

Jake 5. Hamon is hereby authorized off-lease storage for the Mate K-4203 Lease provided that there shall be no intercommission of the handling, separating, treating, or storage facilities designated to each lease.

Very truly yours,

A. L. PORTER, Jr. secretary-Darector

..129/35N/esr

co: Cil Conservation Commission - Hopbs

LAW OFFICES

HINKLE, BONDURANT, COX & EATON

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600 HINKLE BUILDING

POST OFFICE BOX 10

ROSWELL, NEW MEXICO 88201

December 28, 1971

RECEIVED

DEC 29 1971

OIL CONSERVATION COMM.

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

Dear Mr. Nutter;

We enclose herewith in triplicate application of Jake L. Hamon for approval of off-lease storage in connection with his State No. 1 - K-4203 well located in Section 30, Township 16 South, Range 36 East, Lea County. We have heretofore furnished you with two copies of the plat which is attached to the original application.

Yours very truly,

HINKLE, BONDURANT, COX & EATON

By anuthinh

CEH:cs Enc.

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BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

APPLICATION OF JAKE L. HAMON FOR ADMINISTRATIVE APPROVAL OF OFF-LEASE STORAGE OF OIL IN CONNECTION WITH STATE NO. 1 - K-4203 LOCATED IN THE NE\(\frac{1}{2} \)SECTION 30, TOWNSHIP 16 SOUTH, RANGE 36 EAST, LEA COUNTY.

DEC 29 1971
THE CONSERVATION COMM.

Oil Conservation Commission Box 2088 Santa Fe, New Mexico 87501

Comes Jake L. Hamon, acting by and through the undersigned attorneys, and hereby makes application for administrative approval of off-lease storage of oil in connection with State No. 1 - K-4203 located in the NE4SE4 Section 30, Township 16 South, Range 36 East, Lea County, and in support thereof respectfully shows:

- 1. That Jake L. Hamon is the operator of State No. 1 K-4203 which has recently been completed in the East Shoe Bar Devonian Pool in the NE\sets Section 30, Township 16 South, Range 36 East, Lea County.
- 2. Applicant is in the process of erecting a tank battery consisting of two 1,000 barrels tanks at the same location as applicant has another tank battery for the production of oil from wells 1, 2 and 3 on State Lease K-33. The location of the tank battery for State No. 1 K-4203 will save considerable expense in connection with the pipeline for the disposition of production. The production from K-4203 will be handled entirely separately from the commingled production from Wells 1, 2 and 3 on State Lease K-33. See plat attached.

Your prompt administrative approval of this application will be appreciated.

Respectfully submitted,

JAKE L. HAMON

HINKLE, BONDURANT, COX & EATON

Attorneys for Applicant

Box 10

Roswell, New Mexico 88201

Oil Conservation Commission Box 871 Santa Fe, New Mexico 87501

Gentlemen:

Jake L. Hamon as operator of the State K-33 Lease in Section 30, T-16-S, R-36-E, Lea County, New Mexico, proposes to commingle production from the State K-33 No. 1 and No. 2 wells, which Union Oil Company of California owns a 6.250 % overriding royalty, with the State K-33 No. 3 well which Union Oil Company of California owns a 3.125% overriding royalty.

The oil production from the State K-33 No. 3 well is to be metered by a one barrel volume dump type metering separator and test lines are to be provided for testing and proving the metering equipment.

As an overriding royalty owner in the K-33 Lease, I have no objection to this metering system.

Union vil of California

By: Monulus

Date: 12/2//7/



