

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

June 27, 1972

Hanson Oil Corporation
P. O. Box 1515
Roswell, New Mexico 88201

Attention: Mr. G. M. Edgmon

Administrative Order No. OLS-87

Gentlemen:

Reference is made to your application dated June 21, 1972, for an exception to Rule 309-A of the Commission Rules and Regulations to permit off-lease storage for Shugart Pool production from your Ginsberg Federal Wells Nos. 12, 13, and 14, located in Units O, G, and B, respectively, of Section 26, Township 18 South, Range 30 East, Eddy County, New Mexico. It is our understanding that this production is to be handled in a separate tank battery located on your Louise B. Benson Lease in Unit J of Section 26.

Pursuant to the authority granted me by Rule 309-C, Hanson Oil Corporation is hereby authorized off-lease storage as described above, provided that there shall be no intercommunication of the handling, separation, treating, or storage facilities designated to each lease.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/DSN/dr

cc: Oil Conservation Commission - Artesia
Oil & Gas Engineering Committee - Hobbs
U. S. Geological Survey - Roswell

C
O
P
Y

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

June 27, 1972

Amson Oil Corporation
P. O. Box 1515
Roswell, New Mexico 88201

Attention: Mr. G. M. Edgmon

Administrative Order No. OCS-67

Enclosure

Reference is made to your application dated June 21, 1972, for an order to file 309-A of the Commission Rules and Regulations to permit off-lease storage for separate oil production from your oil-bearing Federal Wells 309, 310, 311, and 312, located in Range 20, Township 36N, Range 20E, Section 20, Township 36N, Range 20E, County, New Mexico. It is our understanding that this production is to be handled in a separate tank battery located on your lease R. Benson lease in Unit 3 of Section 20.

Pursuant to the authority granted me by Rule 309-C, Amson Oil Corporation is hereby authorized off-lease storage as described above, provided that there shall be no intercommunication of the handling, separation, treating, or storage facilities designated to each lease.

Very truly yours,

A. L. FORTNEY, JR.
Secretary-Director

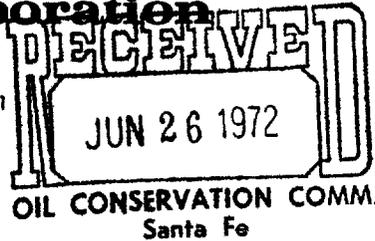
LB/DSW/jr

cc: Oil Conservation Commission - Artesia
Oil & Gas Engineering Committee - Hobbs
U. S. Geological Survey - Roswell



Hanson Oil Corporation

PETROLEUM BUILDING
P. O. BOX 1515
ROSWELL, NEW MEXICO 88201
505 622-7330



June 21, 1972

Mr. A. L. Porter, Jr.
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Off-Lease Storage
Ginsberg Federal
Lease No. NM 025503
Battery No. 3

Dear Mr. Porter:

Attached are plats showing lease ownership in Section 26, T-18-S, R-30-E of Eddy County, New Mexico. All of the wells in the East half of Section 26 are owned by Hanson Oil Corporation and Oil, Gas & Minerals Development Corporation with Hanson as Operator. These wells are all producing from the Queen-Grayberg formations of the Shugart Field.

As indicated on the plat, the battery for Ginsberg Federal Wells 12, 13 and 14 was inadvertently placed on the Louise B. Benson lease.

Also attached are letters of approval from Oil, Gas & Minerals Development Corporation and the United States Geological Survey's Regional Supervisor.

We therefore request Administrative approval for this off-lease storage as per Rule 309C.

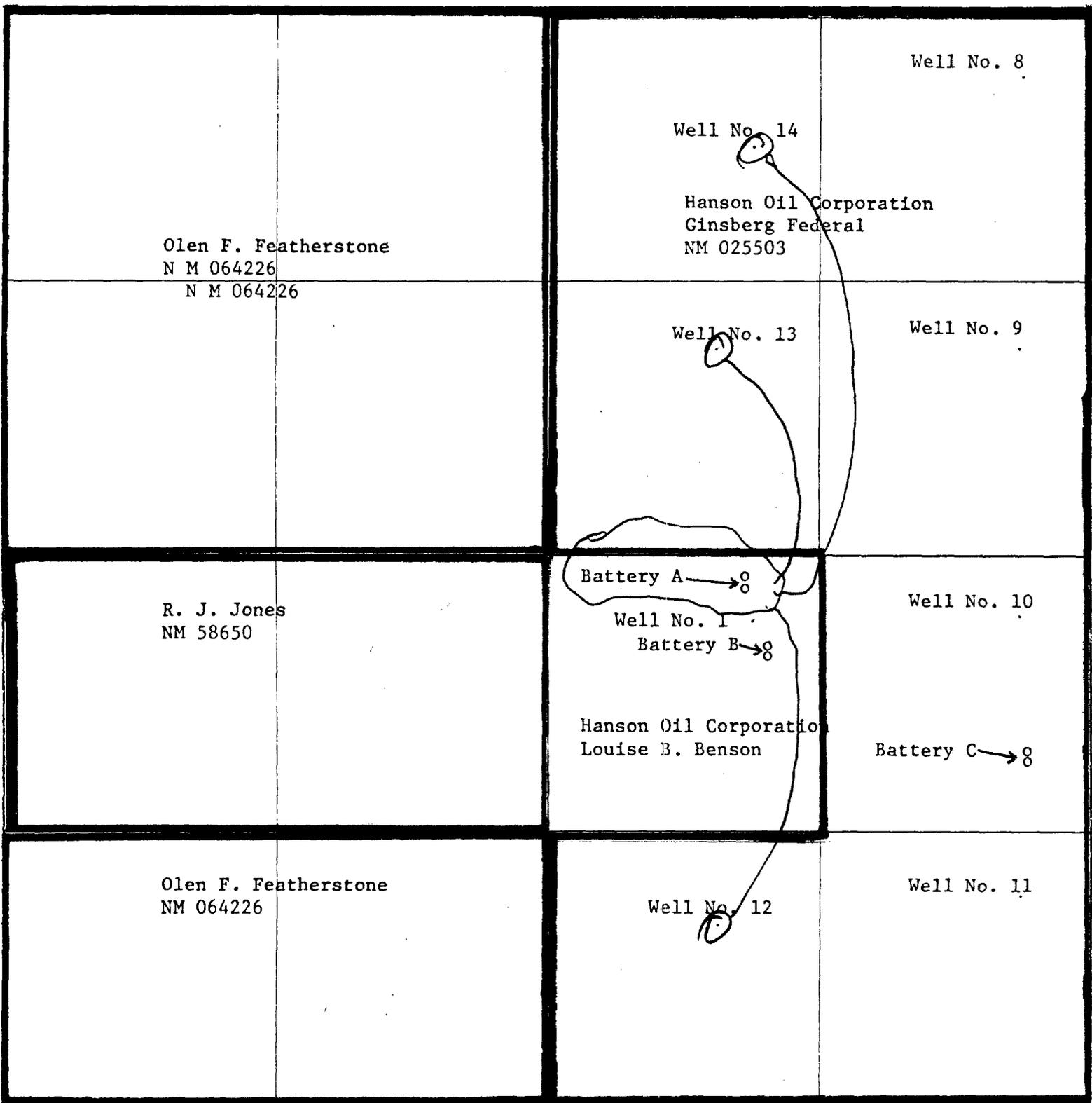
Sincerely yours,

G. M. Edgmon
HANSON OIL CORPORATION

GME:sj

Enclosure

SECTION 26 TOWNSHIP 18S RANGE 30E COUNTY Eddy STATE New Mexico



Battery No. A for Ginsberg Federal Wells 12, 13, & 14.
Battery No. B for Louise B. Bemson Well 1.
Battery No. C for Ginsberg Federal Wells 8, 9, 10, & 11.
All wells are producing from the Grayburg formation in the Shugart Field.

JUN 8 1972



Hanson Oil Corporation

PETROLEUM BUILDING
P. O. BOX 1515
ROSWELL, NEW MEXICO 88201
505 622-7330

June 5, 1972

Mr. Bernard F. Gira
Oil, Gas & Minerals Development Corp.
16661 Ventura Blvd.
Encino, California 91316

Re: Off Lease Storage
Ginsberg Federal
Lease No. NM 025503

Dear Mr. Gira:

Attached is a plat showing wells and tank batteries in Section 26, T-18-S, R-30-E of Eddy County, New Mexico. The battery for Ginsberg Federal Well Nos. 12, 13 & 14 was inadvertently placed on the Louise B. Benson lease.

To comply with New Mexico Oil Conservation Commission Rule 309-C, all lease interest owners must approve of all Off Lease Storage.

If you approve of the location of this battery, please sign and return one copy to Hanson Oil Corporation.

Yours very truly,

HANSON OIL CORPORATION


G. M. Edgmon

GME:so

Enclosure

Approval of Off Lease Storage



Bernard F. Gira
Oil, Gas & Minerals Development Corp.

RECEIVED JUN 9 1972



United States Department of the Interior

GEOLOGICAL SURVEY

P. O. Drawer 1857
Roswell, New Mexico 88201

June 8, 1972

Hanson Oil Corporation
Post Office Box 1515
Roswell, New Mexico 88201

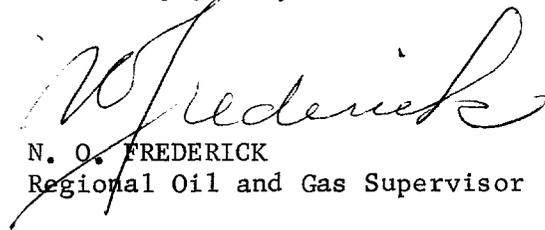
Gentlemen:

Your letter of June 6, 1972 requests approval for off-lease storage of Queen-Grayburg production from oil and gas lease New Mexico 025503 involving three wells in sec. 26, T. 18 S., R. 30 E., N.M.P.M., Eddy County, New Mexico. The tank battery is to be located on fee land in the NW $\frac{1}{4}$ SE $\frac{1}{4}$ of the section above.

The method of off-lease storage described by your letter and plat is hereby approved subject to like approval by the New Mexico Oil Conservation Commission. Each tank battery is to be properly marked and identified with a sign indicating the lease name and serial number.

Please notify the District Engineer, Post Office Drawer U, Artesia, New Mexico, 88210, when the installation is completed so that a field inspection can be made.

Sincerely yours,



N. O. FREDERICK
Regional Oil and Gas Supervisor