OIL CONSERVATION COMMISSION P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

August 16, 1973

Texaco Inc.
Drawer 728

Hobbs, New Mexico 88240

Attention: Mr. J. V. Gannon

Administrative Order OLS-91

Gentlemen:

Reference is made to your application dated July 16, 1973, for administrative approval of an exception to the provisions of Rule 309-A of the Commission Rules and Regulations to permit off-lease storage of Teague-Blinebry Pool production from your New Mexico State "DC" Lease. It is our understanding that you would locate the tank battery for this lease on your New Mexico State "BZ" (NCT-8) Lease in the N/2 of Section 16, Township 23 South, Range 37 East, Lea County, New Mexico.

Pursuant to the provisions of Rule 309-C, Texaco Inc. is hereby authorized off-lease storage as described above, 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/dr

cc: Oil Conservation Commission - Hobbs

Oil & Gas Engineering Committee - Hobbs

OIL CONSERVATION COMMISSION P. O. BOX 2088

SANTA PE, NEW MEXICO 87501

Audust 16, 1973

Texaco Inc.

Drawer 728

Hobbs, New Memico 98246

Ablantion: Mr. J. V. Cannon

Administrative Order OLS-91

Cer Llement

Reference is made to your application dated July 16, 1973, for administrative approval of an exception to the provisions of Rule 209-A of the Commission Rules and Regulations to permit off-lease storage of Teaque-blinebry Pool production from your Her (exico State "DC' Lease. It is our understanding that you world locate the mank battery for this lease on your New Mexico States "BZ" (NCT-8) Lease in the $\mathbb{R}/2$ of Jection 16, Township 23 Scrim, Range 37 Hast, Lea County, New Rexico.

Firsuant to the provisions of Rule 109-C, Texaco Inc. is earaby authorized off-lease storage as described above, provided that there shall be no intercommunication of the handling, segarating, treating, or scorage facilities designated to each

Very truly yours,

A. L. PORTEE, Jr. Secretary-Pirector

ALF/DSN/ir

cc. Oil Conservation Commission - Hobbs

Oil & Gas Engineering Committee - Hobbs





July 16, 1973

TEXACO INC. DRAWER 728 HOBBS, NEW MEXICO 88240

New Mexico Oil Conservation Commission P.O. Box 2088 Santa Fe, New Mexico 87501

> Application for Off-Lease Storage Facilities - TEXACO Inc. New Mexico 'DC' State Lease and New Mexico 'BZ' State NCT-8 Lease Teague Blinebry Pool

Lea County, New Mexico

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

In accordance with New Mexico Oil Conservation Commission Rule 309-C, Texaco Inc. respectfully requests approval of an exception to Rule 309-A to permit off-lease storage of hydrocarbon production from the Teague Blinebry Pool from Texaco's New Mexico 'DC' State Lease into the battery on the New Mexico 'BZ' State NCT-8 Lease.

At the present time oil is being transported by truck from the New Mexico 'DC' Lease and upon approval of this application, a flowline will be installed from the 'DC' Lease to a pipeline connection at the 'BZ' tank battery, thus eliminating trucking of the oil.

The proposed off-lease storage will not result in commingling of production from the two leases. There will be no intercommunication of the handling, separating, treating, or storage facilities designated to each lease. A schematic of the proposed commingling installation and a plat of the subject leases are attached.

The State Land Office as Royalty Interest Owner is being furnished a copy of this application. Also attached is a copy of a letter to the State Land Office requesting their approval of this application.

Your cooperation in this matter will be appreciated.

Yours very truly,

District Superintendent

BRH-dh Attachments Commission of Public Lands State Land Office P.O. Box 1148 Santa Fe. New Mexico 87501

> Re: Application for Off-Lease Storage Facilities - TEXACO Inc. New Mexico 'DC' State Lease and New Mexico 'BZ' State NCT-8 Lease, Teague Blinebry Pool, Lea County, New Mexico

Attention: Mr. Ray D. Graham

Gentlemen:

Texaco Inc. proposes to utilize the New Mexico 'BZ' State NCT-8 Lease battery for off-lease storage for the production from the Teague Blinebry Pool from Texaco's New Mexico 'DC' State Lease.

Off lease storage will not result in commingling of production from the two leases. There will be no intercommunication of the handling, separating, treating, or storage facilities designated to each lease. A schematic of the proposed commingling installation and a plat of the subject leases are attached.

If the proposal meets with your approval, Texaco Inc. would appreciate your notifying Mr. A. L. Porter of the New Mexico Oil Conservation Commission to that effect. Also, please send a copy of your approval to Texaco Inc.

A check in the amount of \$10.00 to cover the filing fee will be sent to you under separate cover.

Your cooperation in this matter will be appreciated.

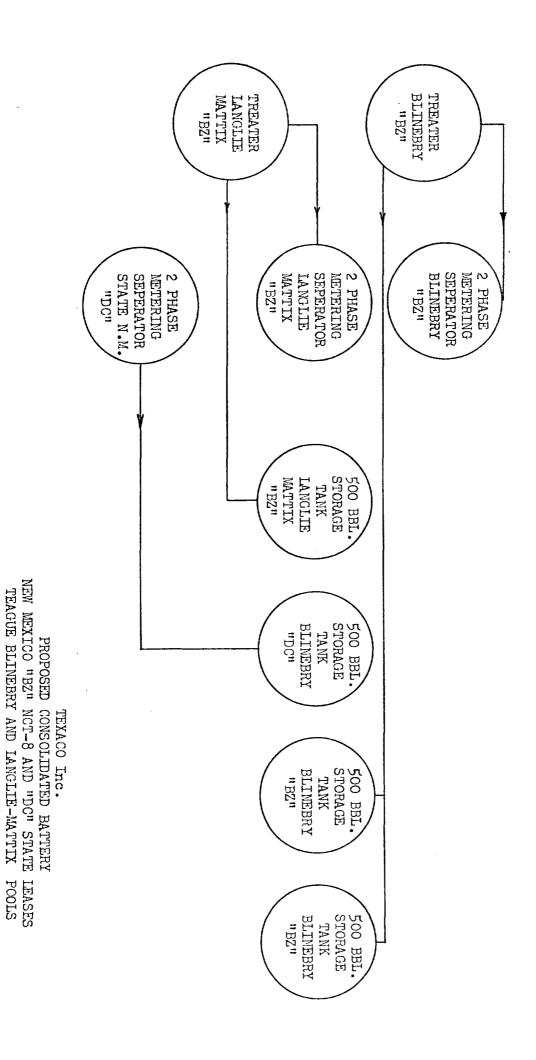
Yours very truly,

(Sgd.) J. V. GANNON

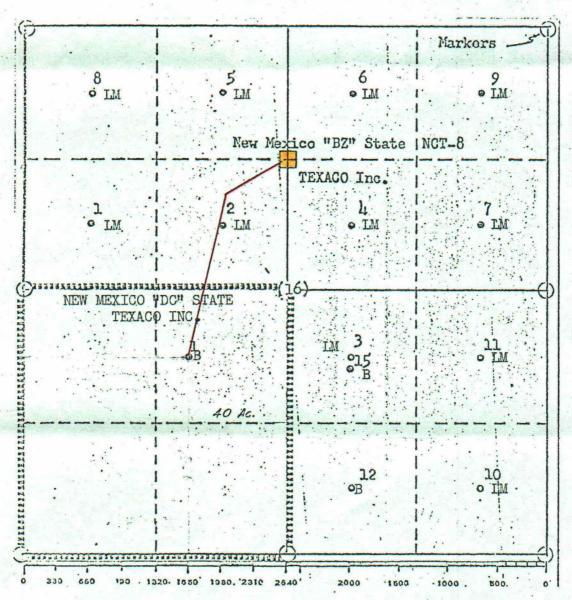
J. V. Gannon
District Superintendent

BRH-dh

Attachments NMOCC-Santa Fe



LEA COUNTY, NEW MEXICO CWL/FMR 7-9-73



LM: Langlie Mattix (Seven Rivers Queen)

B: Teague(Blinebry)

Tank Battery
Flowline