SUBJECT: STORAGE OF LIQUEFIED PETROLEUM GAS

June 1, 1953

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ORDER NO. LPG-2

APPLICATION OF WARREN PETROLEUM CORPORATION FOR PERMISSION TO DRILL ITS PROJECTED LPG WELL NO. 2, FOR THE STORAGE OF LIQUEFIED PETROLEUM GAS, SAID WELL TO BE LOCATED IN NE/4 OF SW/4 OF SW/4 SECTION 36, TOWNSHIP 19 SOUTH, RANGE 36 EAST, NMPM, LEA COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Order No. R-313 in Case 523, and Rule 705 of the Commission's Rules and Regulations established thereunder, Warren Petroleum Corporation made application to the Commission on May 21, 1953, for authority to drill as an LPG storage well its Fee-LPG Storage Well No. 2, to be located 300 feet from the north line of SW/4 SW/4 and 100 feet from the east line of SW/4 SW/4, Section 36, Township 19 South, Range 36 East, NMPM, Lea County, New Mexico, and

The Secretary-Director Finds:

(1) That application has been duly filed in proper form under the provisions of Rule 705;

(2) That satisfactory information has been provided that all operators of offset acreage within a one-half mile radius of the proposed well have been notified of the operator's intention; and

(3) That no objections have been received within the ten-day waiting period prescribed by said rule.

IT IS THEREFORE ORDERED:

That the applicant herein, Warren Petroleum Corporation, be and it hereby is authorized to complete its Fee-LPG Storage Well No. 2, NE/4 SW/4 SW/4 Section 36, Township 19 South, Range 36 East, NMPM, Lea County, New Mexico, as a well for the storage of liquefied petroleum gas;

That the effectiveness of this order is conditional upon the following stipulations:

- That subject well be drilled to an approximate depth of 2200 feet, at which depth it is contemplated that the salt section will be encountered.
- (2) That casing of the proper size and weight be cemented at an approximate depth of 1575 feet, in compliance with casing program set forth by operator on Form C-101 (Notice of Intention to Drill), and that all casing operations be approved by a duly authorized agent of the Commission.

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(3) That the storage cavity to be utilized result from the washing out of the salt section at total depth.

No part of this order shall be construed as relieving Warren Petroleum Corporation from liability to any person, firm or corporation as a result of the drilling or operation of such storage project.

By authority granted under provisions of Rule 705 of the Commission's Rules and Regulations, this order is ussued and approved this 1st day of June, 1953.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

R. R. SPURRIER, Secretary-Director