SUBJECT: STORAGE OF LIQUEFIED PETROLEUM GAS

APPLICATION OF SACRA BROTHERS COMPANY FOR PERMISSION TO DRILL A WELL FOR THE STORAGE OF LIQUEFIED PETROLEUM GAS IN NW/4 SW/4 SECTION 22, TOWNSHIP 17 SOUTH, RANGE 29 EAST, NMPM, EDDY COUNTY, NEW MEXICO. November 10, 1953

ORDER NO, LPG-5

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, Sacra Brothers Company made application to the Commission on October 29, 1953, for authority to drill an LPG-storage well in NW/4 SW/4 Section 22, Township 17 South, Range 29 East, NMPM, Eddy 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 operators intention; and

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

IT IS THEREFORE ORDERED:

That the applicant herein, Sacra Brothers Company, be and it hereby is authorized to complete its projected LPG storage well in NW/4 SW/4 Section 22. Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico, as a storage well for liquefied petroleum gas;

That the effectiveness of this order is conditional upon the stipulation that the well be drilled to an approximate depth of 675° , as set forth in operator's application, at which point a storage cavity will be washed out in the salt section for the specified use; further, that the Commission's approval be secured through Form C 401, Notice of Intention to Drill, and subsequent actual inspections of the casing operations on said well.

No part of this order shall be construed as relieving Sacra Brothers Company 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 issued and approved this 10th day of November, 1953.

> State of New Mexico Oil Conservation Commission R. R. Spurrier, Secretary-Director

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