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LEONARD NICHOLS

OIL PRODUCER

1101 MERCANTILE SECURITIES BUILDING

Dallas 1, Texas

February 17, 1960

Wanted from  
Land Office?

CTB  
(Waiting period)  
due March  
10<sup>th</sup>

Oil Conservation Commission  
Box 871  
Santa Fe, New Mexico

Gentlemen:

In January, 1957, I was granted permission to commingle production from my State A lease No. B-2516 located on the following described acreage:

$N\frac{1}{2}$   $NE\frac{1}{4}$  and  $NE\frac{1}{4}$   $NW\frac{1}{4}$  Sec. 7  
 $S\frac{1}{2}$   $SW\frac{1}{4}$  Sec. 5  
 $N\frac{1}{2}$   $NE\frac{1}{4}$  and  $S\frac{1}{2}$   $NW\frac{1}{4}$  Sec. 8  
 $N\frac{1}{2}$   $NE\frac{1}{4}$  and  $S\frac{1}{2}$   $NW\frac{1}{4}$  Sec. 9  
T. 17S, R. 33E, Lea County, New Mexico.

Since that time I have drilled three offsetting wells located on State Lease No. E-881 as follows:

$NW\frac{1}{4}$   $SW\frac{1}{4}$ ,  $SW\frac{1}{4}$   $SW\frac{1}{4}$ , and  $SE\frac{1}{4}$   $SW\frac{1}{4}$ , Sec. 8  
T. 17S, R. 33E, Lea County, New Mexico.

I acquired this acreage from Aztec Oil and Gas Company with them retaining a 5% override, but just recently I have purchased this 5% override from them.

Since all the wells located on State lease No. B-2516 and State lease No. E-881 are state owned, with no overrides or oil payments payable out of them, I would like to have permission to commingle the oil produced from all the wells located on these two leases into common storage, tank battery being located in the  $SW\frac{1}{4}$   $NW\frac{1}{4}$  Sec. 8-17S-33E. None of these wells are allowable wells, all strippers, including the three located on lease No. E-881.

Plat enclosed shows all acreage involved, exact location of wells, and all direct offset owners, and I am notifying the direct offset owners of my request by copy of this letter.

I will appreciate hearing from you soon as I am planning the drilling of another well and can use the tank batteries and separators.

Yours very truly,

*Leonard Nichols*

Leonard Nichols

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