NEW MEXICO OIL CONSERVATION DIVISION POST OFFICE BOX 2088 SANTA FE, NEW MEXICO 87501

AMENDED
OFF-LEASE STORAGE ORDER OLS-140

Anadarko Production Company P. O. Box 67 Loco Hills, New Mexico 88255

Attention: Truman D. Jones

As an exception to the requirements of Rule 309-A of the Division Rules and Regulations, and pursuant to the provisions of Rule 309-C, the above-named company is hereby authorized off-lease storage for Turkey Track pool production from the following lease:

Lease Name: Continental State

Description: NW/4, SW/4 NE/4, N/2 SE/4, SW/4 SE/4, and SE/4 SW/4 SEC 9 and E/2 NW/4 W/2 NE/4

SE/4 SW/4 Sec. 9, and E/2 NW/4, W/2 NE/4, NE/4 NE/4, and S/2 SW/4 Sec. 10, Township 19

South, Range 29 East, Eddy County

The aforesaid production is to be transported prior to measurement to its own tank battery to be located in Unit P, Section 9, Township 19 South, Range 29 East on the Continental State "B" Lease.

NOTE: This installation shall be operated in accordance with the provisions of Rules 309-A and 309-B of the Division Rules and Regulations, and there shall be no intercommunication of the handling, separating, treating, or storage facilities designated to each of the above leases.

DONE at Santa Fe, New Mexico, on this 28th day of May, 1982.

JOE D. RAMEY, Director

OCD - Artesia
Oil & Gas Engineering - Hobbs
State Land Office - Santa Fe

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Description: NW/4, SW/4 NE/4, N/2 SE/4, SW/4 SE/4, and SE/4 SW/4

Sec. 9, and E/2 NW/4, W/2 NE/4, and NE/4 NE/4

Sec. 10, Township 19 South, Range 29 East, Eddy Co.

The aforesaid production is to be transported prior to measurement to its own tank battery to be located in Unit P, Section 9, Township 19 South, Range 29 East on the Continental State "B" Lease.

NOTE: This installation shall be operated in accordance with the provisions of Rules 309-A and 309-B of the Division Rules and Regulations, and there shall be no intercommunication of the handling, separating, treating, or storage facilities designated to each of the above leases.

DONE at Santa Fe, New Mexico, on this 17th day of May, 1982.

OCD - Artesia

Oil & Gas Engineering - Hobbs

State Land Office - Santa Fe

P. O. Box 67 • Loco Hills, New Mexico 88255 • (505) 677-2411

April 22, 1982

Mr. Joe D. Ramey State Petroleum Engineer Secretary-Director P. O. Box 2088 Santa Fe, New Mexico 87501

Santa Fe, New Mexico 87501

Dear Sir:



Anadarko Production Company hereby requests administrative approval for "Off-Lease Storage" (Rule 309-C).

We wish to combine the production from our Continental State wells #1, #2 and #3 with the production from the Continental State wells #5, #6 and #7. All these wells have the same State Oil and Gas Lease Number (B-8096) and the same percentage of WI, RI and ORI. We would also like to combine the production from our Dickey Sullivan well #1 with the production from our Dickey Sullivan Well #2. These two wells have the same State Oil and Gas Lease Number (B-8326) with the same percentage of WI, RI and ORI.

With your approval we will build a central tank battery located on our Continental State B lease in Section 9, Unit Letter P, T19S, R29E, Eddy County, New Mexico. This central tank battery will service four separate leases: (1) Continental State, (2) Continental State "A", (3) Continental State "B" and (4) Dickey Sullivan. There will be no commingling of oil as each lease will have separate facilities incorporated into this battery.

The following Exhibits are enclosed for your inforamtion:

Exhibit #1 - Small scale map showing location of leases in relation to Loco Hills, New Mexico Townsite.

Exhibit #2 - Small scale map showing leases involved.

Exhibit #3 - Proposed new tank battery layout.

Exhibit #4 - Proof of ownership. Liseard

Exhibit #5 - Plat showing location of wells, formation(s) completed in and location of new tank battery.

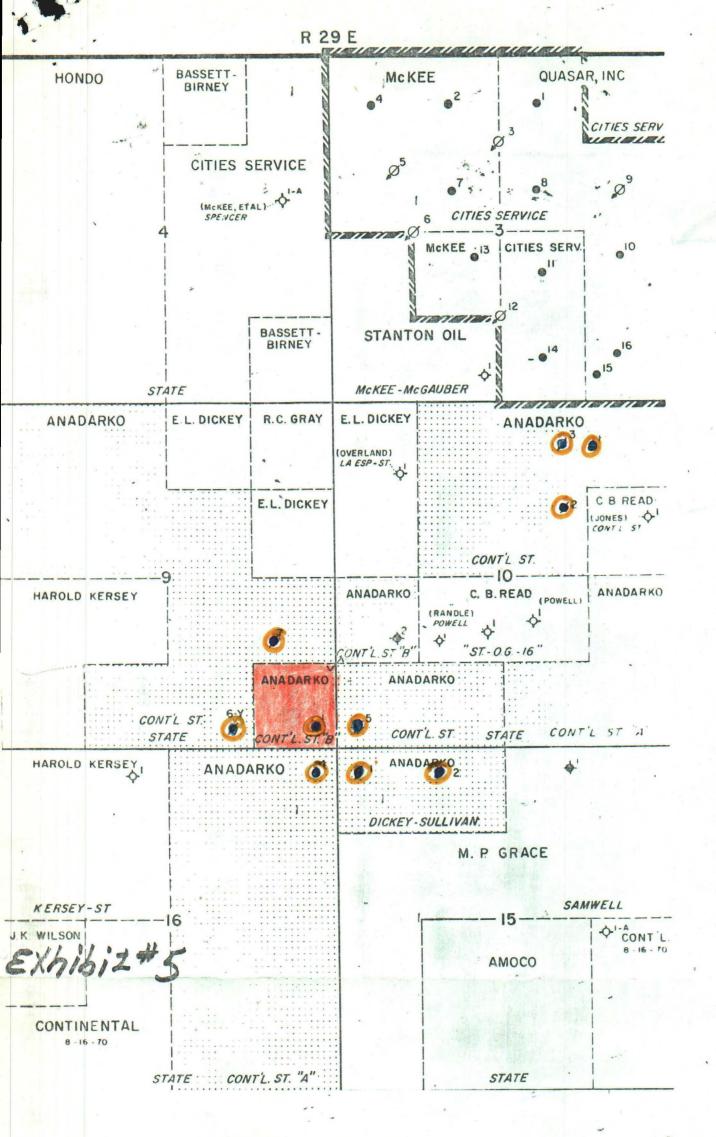
Exhibit #6 - Letter from Commissioner of Public Lands.

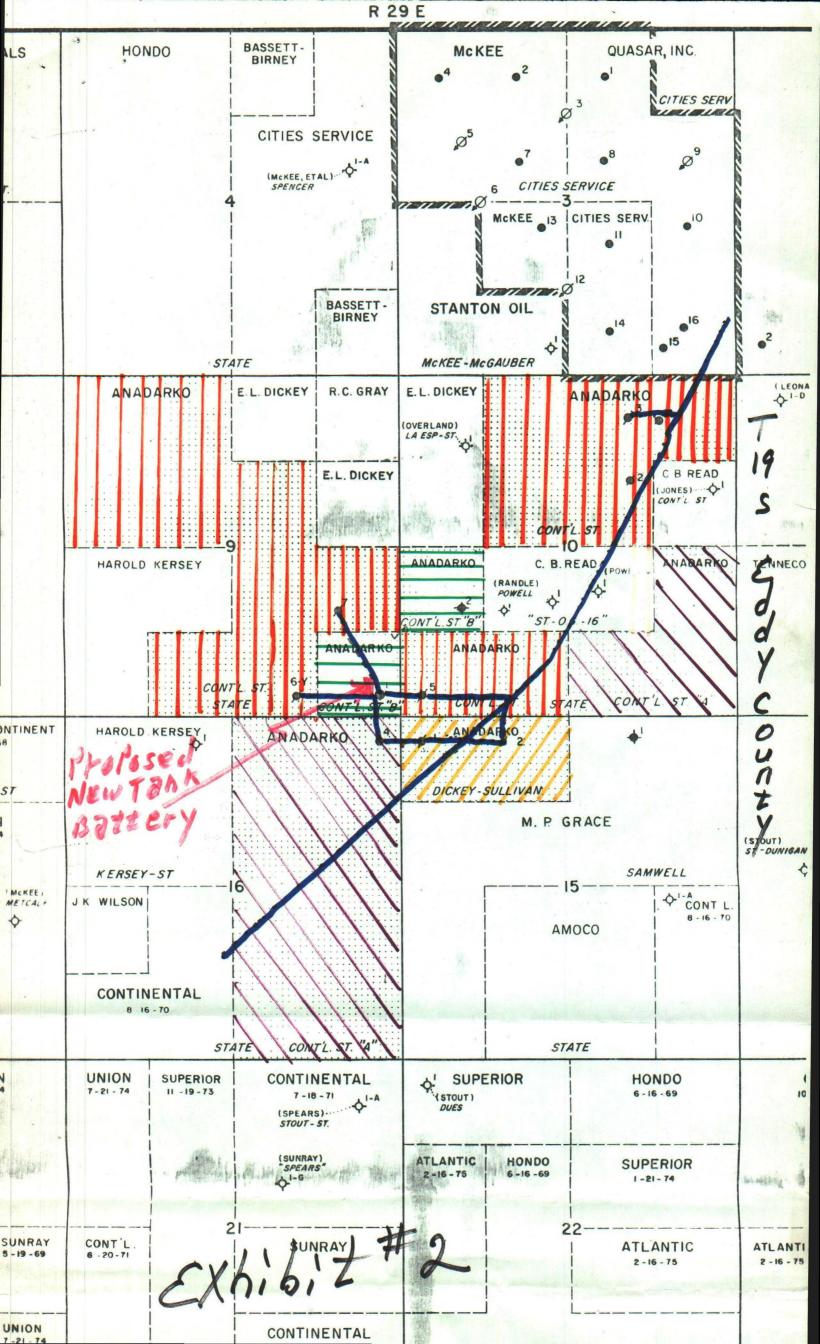
If further information is needed, please contact me at the address or telephone number shown in our letterhead. Your prompt approval of this "Off-Lease Storage" facility will be greatly appreciated.

Yours very truly,

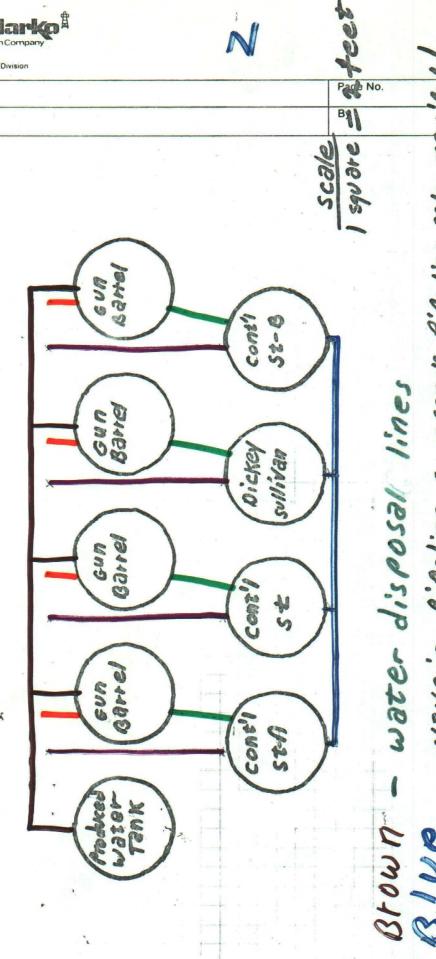
Truman D. Jones

Truman D. Jones, Field Foreman





off Lease storage For Tuttey Track P.Rivers Queen Graybur Water Flood Project



Navajo Pipeline company's Pipeline sales manife Circulating pump section from storage tank BIVE Orange Purple

over head oil Line from gun barrel to storase tank Circulating fump discharge back to gon bornel

EXhibit#3 Note - a portable circulating pump will be utilized in order to Avoid manifolding Problems between Leases Exhi manifolding problems between Leases Green

