

Release 3-17-86



By Dec

Donald W. Johnson  
Division Manager  
Production Department  
Hobbs Division  
North American Production

Conoco Inc.  
P.O. Box 460  
726 East Michigan  
Hobbs, NM 88240  
(505) 393-4141

February 18, 1986

State of New Mexico  
Energy and Minerals Dept.  
Oil Conservation Division  
P.O. Box 2088  
Santa Fe, New Mexico 87501-2088

Attention Mr. Richard Stamets, Director

Gentlemen:

REQUEST FOR ADMINISTRATIVE APPROVAL OF OFF-LEASE STORAGE - TUESDAY A FEDERAL  
COM NO. 1, 1400' FNL & 990' FWL OF SECTION 3, T-20-S, R-29-E, EDDY COUNTY,  
NEW MEXICO. UNDESIGNATED STRAWN AND UNDESIGNATED MORROW POOLS

Conoco Inc. respectfully requests administrative approval to store production from the Tuesday A Federal lease at the Tuesday Federal Battery in accordance with Rule 309-C of the State of New Mexico Oil Conservation Division rules and regulations.

Conoco Inc. proposes to lay a flowline, approximately 2210 feet, from the Tuesday A Federal lease to the Tuesday Federal battery (See Exhibit 1). Conoco Inc. intends to treat and store the Strawn and Morrow Production in in separate vessels at the tank battery, therefore there will be no commingling of production from the two leases. (See Exhibit 2)

Conoco Inc. requests administrative approval of this off-lease storage due to the fact that current economic conditions and the proximity of the Tuesday Federal battery does not economically justify the building of a separate tank battery on the Tuesday A Federal lease.

As specified in Rule 309-C, all parties owning an interest in the two leases have been notified by certified mail. Also in accordance with Rule 309-C, Conoco Inc. has also made an application to Bureau of Land Management.

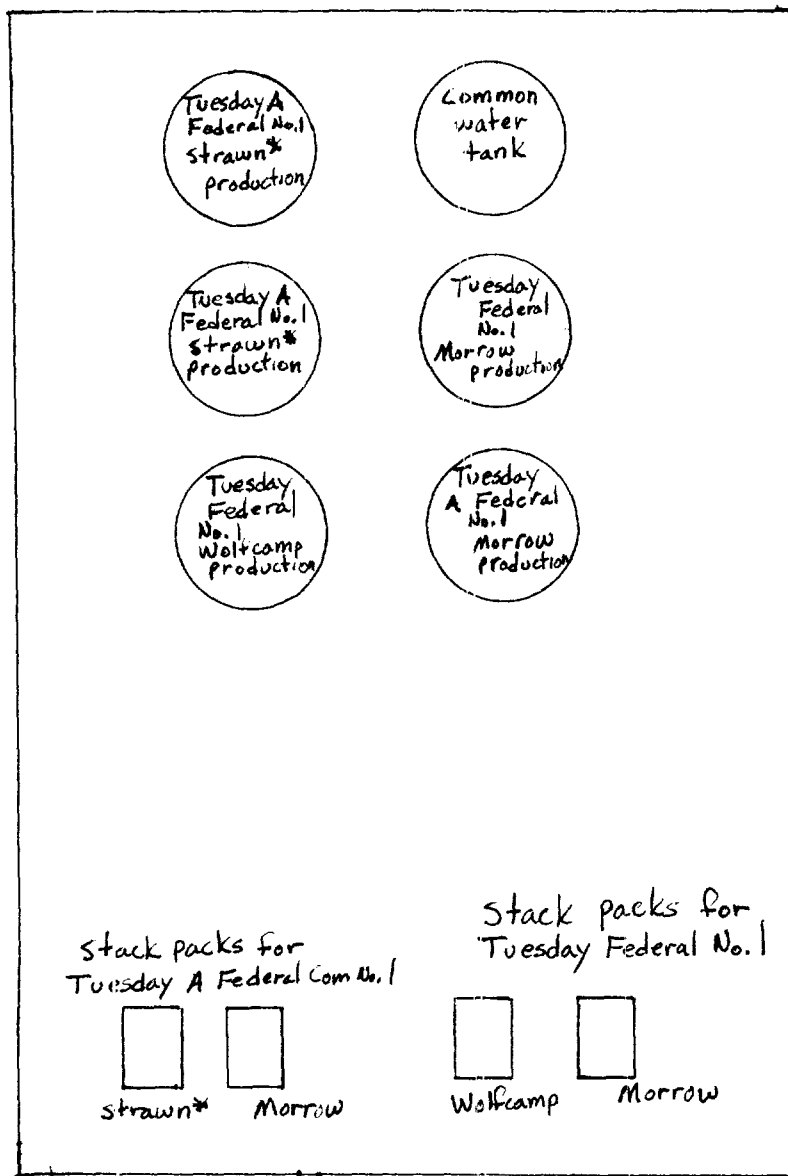
Yours very truly,

A handwritten signature in cursive script, appearing to read "Donald W. Johnson".

ELK:tr



Tuesday Federal Battery  
SW/4 of SW/4, section 34, T-19S, R-29E, Eddy County, NM



\* There is a possibility that the Tuesday A Federal No. 1 well may be completed in the Wolfcamp and Morrow formations instead of the Strawn and Morrow formations.

Proposed Flowline

Exhibit 2



Donald W. Johnson  
Division Manager  
Production Department  
Hobbs Division  
North American Production

Conoco Inc.  
P.O. Box 460  
726 East Michigan  
Hobbs, NM 88240  
(505) 393-4141

February 18, 1986

(Address List Attached)

Dear Royalty Interest Owner:

Conoco Inc. is requesting approval to store production from the Tuesday A Federal lease, Section 3, T-20-S, R-29-E, Eddy County, New Mexico at the Tuesday Federal battery, Section 34, T-19-S, R-29-E, Eddy County, New Mexico. This request is in accordance with Rule 309-C of the State of New Mexico Oil Conservation Division rules and regulations concerning Off-Lease Storage.

There will be no commingling of production between the two leases as specified in paragraph 2 of Rule 309-C. The Off-Lease storage of the Tuesday A Federal production may be approved administratively providing no interest owner objects. Conoco Inc., hereby requests your waiver of objection to its Off-Lease storage of the Tuesday A Federal production.

If you have no objection, please execute one copy of this letter and return it in the enclosed self-addressed, stamped envelope. The second copy may be retained for your files. If you have any questions concerning this matter, please contact Ed Kepford at ext. 120 of this office.

Thank you for your cooperation.

Yours very truly,

ELK:tr

Executed the \_\_\_\_\_ day of \_\_\_\_\_ 1986.

By \_\_\_\_\_

INTEREST OWNERS

Robert E. and Anna Lou Manion  
2577 Edington Rd.  
Columbus, OH 43221

Harriet Bracken  
1430 Zollinger Rd.  
Columbus, OH 43221

Southland Royalty Company  
21 Desta Drive  
Midland, TX 79701

Allan Jochimson  
2402 Cimmaron  
Midland, TX 79705

Delmar Hudson Lewis  
1440 Interfirst Tower  
Fort Worth, TX 76102

Francis Hudson Fowden  
1440 Interfirst Tower  
Fort Worth, TX 76102

Mary Hudson Ard  
1440 Interfirst  
Fort Worth, TX 76102

Josephine T. Hudson  
1440 Interfirst Tower  
Fort Worth, TX 76102

Edward R. Hudson, Jr. and Ann F. Hudson  
1440 Interfirst Tower  
Fort Worth, TX 76102

Coronet Trading Corp.  
P.O. Box 218  
Midland, TX 79702

Kathleen Hannifan  
P.O. Drawer 2588  
Roswell, NM 88201

Holly Hannifan Schertz  
P.O. Drawer 2588  
Roswell, NM 88201

Allen Hannifan  
P.O. Drawer 2588  
Roswell, NM 88201

Barbara Ann Woods  
2055 E. Hampton Apt. 81  
Mesa, AZ 85202

Shawn Hannifin  
18236 E. Mansfield Ave.  
Aurora, CO 80013



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February 18, 1986

Bureau of Land Management  
P.O. Box 1778  
Carlsbad, NM 88220

Attention Mr. Charles Dahlen

Gentlemen:

By the attached copy of our application to the New Mexico Oil Conservation Division, we are requesting your approval of our proposal to store production from the Tuesday A Federal Com No. 1 well at the Tuesday Federal battery.

If you have any questions, please call Ed Kepford at ext. 120 of this office.

Yours very truly,

A handwritten signature in cursive script, appearing to read "Donald W. Johnson".

ELK:tr