State of New Mexico

ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT





OIL CONSERVATION DIVISION



Anadarko Petroleum Corporation P.O. Box 2497 Midland, Texas 79702

Attention: Mr. Mark Sundland

ADMINISTRATIVE ORDER OLM-14

Continental State Well No.12 Unit Letter N, Section 10, Township 19 South, Range 29 East Eddy County, New Mexico Turkey Track Seven Rivers-Queen-Grayburg-San Andres Pool

Reference is made to your recent request dated January 30, 1995 for an exception to Division Rule 309 to permit off lease measurement of casing head gas production from the subject well. Insomuch that duplicate measurement would constitute economic waste, the above named company is hereby authorized to meter gas production from the subject well at the off lease connection to the GPM transportation system. Such system, located in Unit Letter H, Section 10, Township 19 South, Range 29 East, shall be set and maintained by the transporter.

PROVIDING THAT:

- All flow lines shall be maintained in a safe and adequate condition and any leaks 1) or failures must be reported to the Division, and;
- 2) All separation and liquids and storage facilities shall be located on the originating lease, and;
- 3) The meters shall be read and maintained by the transporter, and;
- 4) It is the responsibility of the operator to notify the transporter of this approval.

FURTHER: All production, storage, transportation, sales and other operations shall comply with applicable Division Rules and Regulations not inconsistent herewith.

NOTE: The operator shall notify the Artesia district office upon implementation of off lease measurement operations.

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830

Park and Recreation Division P.O. Box 1147 87504-1147 827-7465

2040 South Pacheco

Office of the Secretary 827-5950

Administrative Services 827-5925

Energy Conservation & Management 827-5900

> Mining and Minerals 827-5970 Oil Conservation

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NOTE: This Division order supersedes Division Order CTB-398.

DONE at Santa Fe, New Mexico on this 14th day of February, 1995.

Villiam J. LeMay, Direc

WJL/BES

cc: Oil Conservation Division - Artesia

Bureau of Land Management - Carlsbad

CTB-398