KERN COUNTY LAND COMPANY

AND V & J TOWER BLDG. MANN OFFICE OCC

TELEPHONE MUTUAL 3-464963 JAN 11 AM 8 7 13 January 10, 1963

Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

725-

*C*______

Attention Mr. Dan Nutter

Gentlemen:

We respectfully request Administrative approval for off-lease storage facilities for our KCL State A lease, located in the NW/4, NW/4, Section 30, T-15-S, R-39-E, Chaves County, New Mexico.

At present we have rental tanks on this lease and wish to install permanent facilities.

In order to avoid additional costs of dirt work, we wish to utilize the tank grade and burn pit which now exist on our KCL-State B lease, located in the NE/4, NW/4 of the same section. Also, in the light of future development, the site of the KCL-State B Battery would be centrally located for a battery to accommodate several of these small leases, provided we had permission to comingle.

For the present, we propose to install a separate heater-treater and storage tank for the A lease not to be connected to the facilities of the B lease, and there will be no comingling of the oil from the two leases.

Attached is a plat of the leases involved showing the location of the wells and facilities. Also a diagram showing the existing B lease facilities and the proposed A lease equipment. In addition, we are attaching letters of consent from the partners and royalty owners involved.

Very truly yours,

KERN COUNTY LAND COMPANY

R.N. Jansey

R. N. Yancey District Production Supt.

RNY:gg Enc.

WARREN Y. PICKERING petroleum geologist first national building oklahoma city, oklahoma

December 26, 1962

Kern County Land Company 407 V & J Tower Midland, Texas

Attention: Mr. Ronald N. Yancey District Production Superintendent

Dear Mr. Yancey:

.

Pursuant to your telephone request of this date, please be advised that Mr. Max Pray has approved the installation of off-lease storage facilities on the Kern County Land #1-B Mullis tank grade to handle the production from the Kern County Land #1-A Mullis Well.

It is understood that this approval permits the transfer of all oil and gas produced from the Kern County Land #1-A Mullis Well, NW NW Section 30-15S-29E to the tank battery area serving the Kern County Land #1-B Mullis Well, NE NW Section 30-15S-29E. However, it is further understood that separate heaters, separators and storage tanks are to be installed for each of these wells.

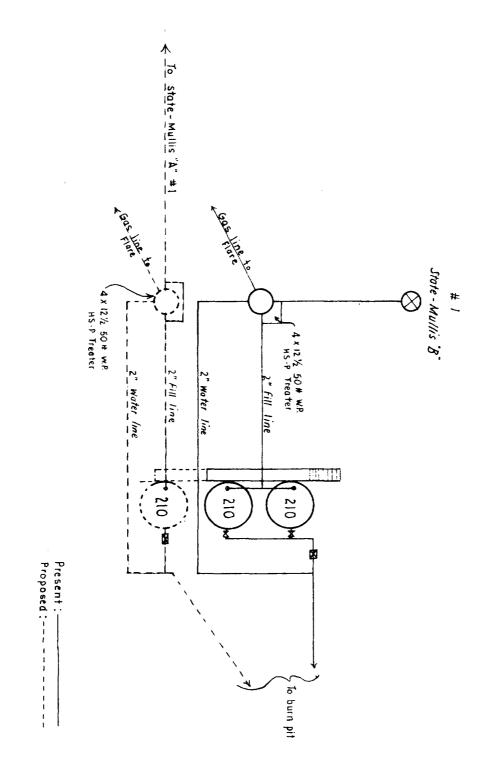
Yours very truly

Warren/Y. Pickering Geologist-Agent for Max Pray

WYP:bh cc: Mr. Max Pray STATE MULLIS LEASE Sec. 30, T-15-5, R-29-E

ROUND TANK SAN ANDRES FIELD CHAVES COUNTY, NEW MEXICO

KERN COUNTY LAND CO.



LARGE FORMAT EXHIBIT HAS BEEN REMOVED AND IS LOCATED IN THE NEXT FILE