

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

December 4, 1963

**Standard Oil Company of Texas
Drawer "S"
Monahans, Texas**

Attention: Mr. S. J. Mathews, Jr.

Administrative Order OLS-20

Gentlemen:

Reference is made to your letter of November 12, 1963, wherein you request administrative approval of an exception to Rule 309-A to permit the off-lease storage of oil produced from your M. L. Higgins Unit 3 Well No. 1 located 1821 feet from the South line and 2310 feet from the East line of Section 12, Township 18 South, Range 26 East, Atoka San Andres Pool, Eddy County, New Mexico.

It is our understanding that you wish to locate the tank battery for this well some 1350 feet to the west at the same site as an existing battery located on the west side of Unit K of Section 12.

Pursuant to the authority vested in me by Rule 309-C of the Commission Rules and Regulations, you are hereby authorized the off-lease storage outlined above, provided however, that there shall be no intercommunication of the treating, handling, or storage facilities for this and any other production.

Very truly yours,

**A. L. PORTER, Jr.,
Secretary-Director**

ALP/DSM/og

**cc: Oil Conservation Commission - Artesia
Oil & Gas Engineering Committee - Hobbs**

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Y

STANDARD OIL COMPANY OF TEXAS

MAIN OFFICE OCC

Drawer "S"
Monahans, Texas
November 12, 1963

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OLS-20

OIL STORAGE FACILITIES
M. L. HIGGINS UNIT 3 WELL #1
ATOKA (SAN ANDRES) FIELD

New Mexico Oil Conservation Commission
P. O. Drawer DD
Artesia, New Mexico

Attention: Mr. M. L. Armstrong

Gentlemen:

Standard Oil Company of Texas, A Division of California Oil Company, desires to apply for approval of off-lease storage under New Mexico Oil Conservation Commission Rule 309-C, for oil produced from M. L. Higgins Unit 3 Well No. 1 located 1821' FSL, 2310' FEL, Unit J, Section 12, T-18S, R-26E, Atoka (San Andres) Pool, Eddy County, New Mexico.

The proposed storage facilities for the above well will be on the S. H. Vinther Lease, M. L. Higgins Battery. An additional 500 barrel tank will be added to the M. L. Higgins Battery to store the oil from subject well. The production facilities and storage for the leases will be separated such that commingling will not occur, and there will be no intercommunication of the handling, separating, treating or storage facilities designated to each lease.

Please find attached waiver signed by the other owner that we are in partnership with on subject lease. Also attached is a plat of the lease showing thereon the wells on the leases and the location of the tank battery.

Your consideration of this proposal will be appreciated and will facilitate operations in the area.

Yours very truly,

S. J. Mathews, Jr.
S. J. Mathews, Jr.
District Superintendent

RECEIVED

EW:jd

Attachments

NOV 20 1963

O. C. C.
ARTESIA, OFFICE

RECEIVED

NOV 11 1963

WARD - HOBBS

WAIVER OF OBJECTIONS BY INTERESTED
PARTY TO OFF LEASE STORAGE OF OIL
PRODUCTION

This is to state that the undersigned has been advised of the proposal by Standard Oil Company of Texas, A Division of California Oil Company, for off lease storage of produced oil from their M. L. Higgins Unit 3 Well No. 1, Atoka (San Andres) Pool. The subject well is located 1821' FSL, 2310' FEL; Unit J, Section 12; T-18S, R-26E; Atoka (San Andres) Pool; Eddy County, New Mexico.

It is understood oil produced from the M. L. Higgins Unit 3 well No. 1 will be stored in facilities, M. L. Higgins Battery, located on the S. H. Vinther Lease, Section 12, T-18S, R-26E, Atoka Field, Eddy County, New Mexico. A new 500 barrel tank will be installed and no commingling of produced fluids from this and other leases will result.

The undersigned waives any objection to the carrying out of such storage practices as stated above.

SIGNED: _____

M. J. Taylor
District Production Manager

FOR: _____

Gulf Oil Corporation

DATE: _____

November 8, 1963

Scale: 1" = 400'



