OIL CONSERVATION COMMISSION

P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

June 10, 1969

Mr. H. N. Sweeney P. O. Box 1582 Roswell, New Mexico 88201

Administrative Order OLS-70

Dear Mr. Sweeney:

Reference is made to your letter dated April 9, 1969, for administrative approval of authority for off-lease storage for your State CH Lease which comprises the W/2 SW/4 of Section 36, Township 8 South, Range 28 East, Twin Lakes Pool, Chaves County, New Mexico. It is our understanding that the battery for this lease would be located on your O'Brien B Lease in the NE/4 NE/4 of Section 2, Township 9 South, Range 28 East.

Pursuant to the authority granted me by Rule 309-C of the Commission Rules and Regulations, you are hereby authorized off-lease storage as described above, provided that there shall be no intercommunication of the handling, separating, treating, or storage facilities designated to each lease.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSN/esr

CC: Oil Conservation Commission - Artesia
Oil & Gas Engineering Committee - Hobbs
State Land Office - Santa Fe

OIL CONSERVATION COMMISSION P. C. BOX 2088 SANTA FE. NEW MEXICO 87501

June 16, 13th

Mc. d. M. Sweeney P. O. Box 1502 Roswell, New Mexico 88201

Administrative Order OLS-70

Ison Mr. Sweeney:

Reservence is made to your letter dated April 1, 10 or administrative approval of authority or cli-lease storage for your State OH Lease which congrises the W O SW/4 of Section 36, Township 8 Souli, Sange 20 East, Twin Lakes Pool, Chaves County, New Aexico. It is our understanding that the battery for this lease would be located on your O'Brien E Lease in the NE/4 NE/4 of Section 2, Township 5 South, Range 28 Bast.

Frremant to the authority granted me by Rule W9-0 content Commission Rules and Regulations, you are nereby eathorized off-lease storage as described above, provided that there shall be no intercommunication of the nanctime, conaration, creating, or storage facilities designated to each lease.

Very truly jours,

A. L. POREER, Jr. Secretary-Director

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col oil conservation Commission - Artesia
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State Land Office - Santa fe

H. N. SWEENEY

P. O. BOX 1582 - ROSWELL PETROLEUM BUILDING ROSWELL, NEW MEXICO 88201

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April 9, 1969

Director
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico

Dear Sir:

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Re: Off-Lease Storage State CH Lease

Under the provisions of Rule 309-C, I ask administrative approval of storage and transportation of oil produced from the State CH Lease, W/2 SW/4 of Section 36, Township 8 South, Range 28 East, NMPM, Chaves County, from tank battery located on lease presently designated as the O'Brien B Lease, in NE/4 NE/4, Unit A, of Section 2, Township 9 South, Range 28 East, NMPM, Chaves County.

The two wells completed on the O'Brien B Lease have been shut in for over 10 months, and will be abandoned. There will be no commingling of production from the two leases nor intercommunication of any kind since there will be no further production from the O'Brien B Lease. The working interest in both leases is owned by me and Twinlakes Oil Company, which is owned 100% by me, and which joins in this request.

I am securing an easement from the surface owner for the continued location of the O'Brien B tank battery at its present location, and have requested consent of the Commissioner of Public Lands to the proposed arrangement.

Attached is plat showing location of the subject lease and tank battery. Approval of this request will enable us to avoid the substantial expense involved in physical re-location of the tanks.

Respectfully submitted,

H. N. Sweeney

HNS/s Encl.