

GEORGE W. STRAKE
3300 GULF BUILDING
HOUSTON, TEXAS

RECEIVED

SEP 11 1961

West Texas District Office

POST OFFICE BOX 837

O. C. C. WINTER TEXAS

ARTESIA, SEP 8 1961

Mr. M. L. Armstrong
New Mexico Oil Conservation Commission
P. O. Drawer DD
Artesia, New Mexico

Dear Sir:

Enclosed for your approval are four copies of Permit for Transporting Recovered Load Oil, Form C-126, which covers 151 barrels of load oil in storage on our State Lease in Section 25, Eddy County, New Mexico.

At the time we attempted the completion of our State Well No. 1 we transferred 364 barrels of load oil from our Union-Federal Well No. 1, as evidenced by our letter to you dated December 29, 1960, and also purchased 340 barrels of load oil from The Permian Corporation on December 30, 1960. These two transactions account for the 704 barrels of load oil used in this well. We then transferred 386 barrels of load oil from the State Well No. 1 to our Union-Federal Well No. 2 as reported to you by letter dated January 11, 1961, thus leaving 318 barrels at the State Lease. As of August 24, 1961, the date which we plugged and abandoned the State well, we had recovered approximately 151 barrels of load oil, thus leaving 167 barrels of load oil in the formation.

Since we have no further use for this oil in our New Mexico operations we request that we be allowed to sell the oil to The Permian Corporation.

Yours very truly,

G. W. STRAKE

By: 

C. R. Mote

CRM: sm
Enclosure

cc: The Permian Corporation
P. O. Box 3119
Midland, Texas

G. W. Strake
Houston, Texas