STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

February 8, 1991

BRUCE KING

POST OFFICE 80X 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Texaco Producing, Inc. P.O. Box 730 Hobbs, NM 88240

Attention: Monte C. Duncan

OFF LEASE STORAGE ORDER OLS-166

Dear Mr. Duncan:

As an exception to the requirements of Rule 309-A of the Division Rules and Regulations, and pursuant to the provisions of Rule 309-C, the above-named company is hereby authorized off-lease storage for Malaga-Atoka Pool liquids production from the following lease:

Lease Name: Malaga Harroun "6" Comm Well No. 1

Description: W/2 Section 6, Township 24 South, Range 29 East,

NMPM, Eddy County, New Mexico.

The aforementioned production is to be transported prior to measurement to its own tank battery to be located in Unit L of Section 34, Township 21 South, Range 27 East, on the Rowland Trucking Company yard.

NOTE: This installation shall be operated in accordance with the provisions of Rule 309-A and 390-B of the Division Rules and Regulations and there shall be no intercommunication of the handling, separating, treating or storage facilities designated to the above-lease.

DONE at Santa Fe, New Mexico on this 8th day of February, 1991.

Sincerely,

William J. LeMay

Director

WJL/DRC/ag

cc: Oil Conservation Division - Artesia