



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

OFF LEASE STORAGE ORDER OLS-171

Drum Energy Corporation
P.O. Box 2134
Midland, TX 79702

Attention: David R. Mussett

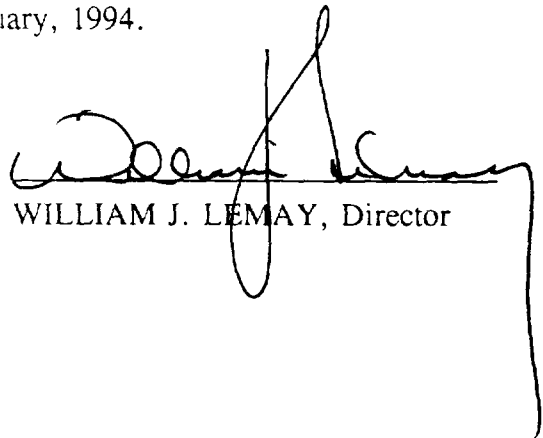
As an exception to the requirements of Rule 309-A of the Division Rules and Regulations, and pursuant to the provisions of Rule 309-C, the above named company is hereby authorized off-lease storage for House-Blinbry Pool production from the following lease:

Lease Name: Frances Evelyn Lease
Description: SE/4 SW/4 of Section 35, Township 19 South, Range 38 East, NMPM,
Lea County, New Mexico.

The aforementioned production is to be transported prior to measurement to its own tank battery to be located in Unit O of Section 35, Township 19 South, Range 38 East, on the Werta Federal Lease.

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

Done at Santa Fe, New Mexico, on this 26th day of January, 1994.


WILLIAM J. LEMAY, Director

S E A L

WJL/DRC/amg

cc: Oil Conservation Division - Hobbs
US Bureau of Land Management - Carlsbad