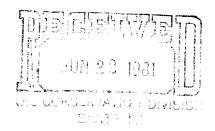
HENRY ENGINEERING

Petroleum Engineers 807 FIRST NATIONAL BANK BUILDING MIDLAND, TEXAS 79701

June 16, 1981

State of New Mexico Energy and Minerals Department Oil Conservation Division P. 0. Box 2088 Santa Fe, New Mexico 87501

Attention: Mr. Joe D. Ramey, Director



Re: Exception to Statewide Rule 309-C Administrative Approval of Off-

Lease Storage

State of New Mexico Lease No. E-8563-1

N/2 NE/4, Sec. 8, SW/4 Sec. 8, S/2 SE/4 Sec. 8, W/2 Sec. 9, T-17-S, R-37-E, NMPM, Lea County.

New Mexico

Gentlemen:

On behalf of our client, David Fasken, we request your approval of off-lease storage of oil production from the subject lease. There will be no commingling of production with any other lease. This request involves only the physical location of a tank battery off the lease at a location on Fee lands in the SW/4 NE/4 Section 8, T-17-S, R-37-E, NMPM, Lea County, New Mexico.

This will be the first productive well from the Strawn formation of this lease and will not be commingled with production from any other lease.

There will not be any intercommunication of the handling, separating, treating or storage with any other lease.

This lease is all State of New Mexico lands under the subject lease and we have attached hereto the approval of Alex J. Armijo, Commissioner of Public Lands of the State of New Mexico relating to this request.

The attached land plat shows the area of this lease and the attached surveyor's plat shows the physical location of the State Highway, Railroad, and Texas-New Mexico Pipeline with respect to State Lease E-8563-1. Also shown on the surveyor's plat is the conduit which we have installed on the Warren Lease underneath the Highway, Railroad, and Texas-New Mexico Pipeline. We are proposing to use the extra capacity in the conduit for flow lines for the portion of State Lease E-8563-1 lying east of the highway. By locating the proposed tank

State of New Mexico Energy and Minerals Department Oil Conservation Division Attention: Mr. Joe D. Ramey, Director

-2-

battery near the west end of the conduit already in place we can obtain a pipeline connection into the Texas-New Mexico Pipeline System. This will avoid the trucking of oil from that portion of State Lease E-8563-1 lying east of the highway.

We respectfully request the approval of the State of New Mexico, Energy and Minerals Department, Oil Conservation Division, for this proposed off-lease storage.

Yours very truly,

HENRY ENGINEERING

James B. Henry

JBH:vcz Attmts.

State of New Mexico







Commissioner of Public Lands

June 12, 1981

P. O. BOX 1148 SANTA FE, NEW MEXICO 87501

Henry Engineering 807 First National Bank Building Midland, Texas 79701

> Re: State of New Mexico Lease No. E-8561-1 N/2NE/4, Sec 8, SW/4 Sec.8, S/2SE/4 Sec 8, W/2 Sec 9, T-17-S, R-37-E, NMPM, Lea County, New Mexico

JBH RHA JTL 利的 dp CM FILE

ATTENTION: Mr. James B. Henry

Gentlemen:

Reference is made to your application dated June 8, 1981, requesting approval for offlease storage of oil production from lease E-8563-1, which contains the N/2NE/4, SW/4, S/2SE/4 of Section 8 and W/2 of Section 9, Township 17 South, Range 37 East, Lea County, New Mexico.

You are hereby given approval to the above request, subject to like approval by the Oil Conservation Division. Any deviation from your proposed request will be reason to cancel approval.

Very truly yours,

ALEX J. ARMIJO

COMMISSIONER OF PUBLIC LANDS

BY: RAY D. GRAHAM, Director Oil and Gas Division

AC 505-827-2748

AJA/RDG/s encls.

cc:

OCD-Santa Fe, New Mexico OGAC- Santa Fe, New Mexico

Lease E-8563-1

HENRY ENGINEERING

Petroleum Engineers

BO7FIRST NATIONAL BANK BUILDING

MIDLAND, TEXAS 79701

June 8, 1981

Mr. Ray Graham Oil and Gas Division New Mexico State Land Office Box 1148 Santa Fe, New Mexico 87501

> Re: State of New Mexico Lease No. E-8563-/ N/2 NE/4, Sec. 8, SW/4 Sec. 8, S/2 SE/4 Sec. 8, W/2 Sec. 9, T-17-S, R-37-E, NMPM, Lea County, New Mexico

Dear Mr. Graham:

On behalf of our client, David Fasken, we request your approval for off-lease storage of oil production from subject lease. There will be no commingling of production with any other lease. This request involves only the physical location of a tank battery off the lease at a location on Fee lands in the SW/4 of the NE/4 of Section 8, T-17-S, R-37-E, NMPM, Lea County, New Mexico.

The attached land plat shows the area of this lease and the attached surveyor's plat shows the physical location of the State Highway, Railroad, and Texas-New Mexico Pipeline with respect to State Lease E-8563.—/Also shown on the surveyor's plat is the conduit which we have installed on the Warren Lease underneath the Highway, Railroad, and Texas-New Mexico Pipeline. We are proposing to use the extra capacity in the conduit for flow lines for the portion of State Lease E-8563-lying east of the highway. By locating the proposed tank battery near the west end of the conduit already in place we can obtain a pipeline connection into the Texas-New Mexico Pipeline System. This will avoid the trucking of oil from that portion of State Lease E-8563-lying east of the highway.

If our proposal meets the approval of the State Land Office please so indicate in the space provided below and return two approved copies of this letter to the attention of the undersigned.

Yours very truly,

HENRY ENGINEERING .

Samuela Alle V

James B. Henry

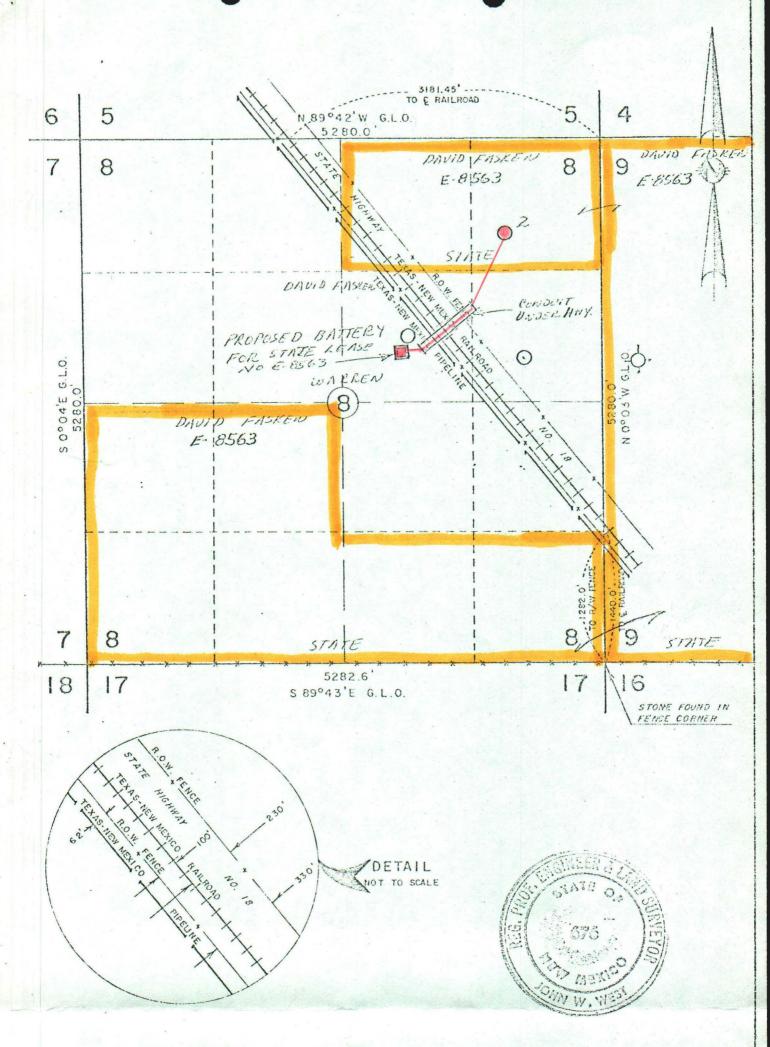
JBH:vcz Attmts.

APPROVED: OIL AND GAS DIVISION, NEW MEXICO STATE LAND OFFICE

ALEX J. ARMIJO-COMMISSIONER OF PUBLIC LANDS

STATE OF NEW MÉXICO

-LOUSNGTON	(S.A.) UNIT		4 - 28 - 82 Enserch 10 - 29 3 - 12 - 79 24 - 11 0 - 9 - 19 3 15 18 18 18 18 18 18 18	Fine Property Company (Company Company	4-19 79 8-8-77 HL Brown Jr. 40	Marathan Marathan 6 8 82 3 28 82	Wilderspun Marat She in Ac 3
put ham, and TOWNS	6 State This State	Burton Shipp	Mins. 18 30 79 2 21 8 Burton El Shipp	10 20 82 89 20 76 C.1. 15 75 8 90 10 10 15 15 15 15 15 15 15 15 15 15 15 15 15	Hanagan Min. divided A.A. C. 2:21.81 Burton E. Shipp 1.A. C.	the state of the s	J.,
	o o o o	Getty Oil, etal	J.L.Cox R.S.Gaddy 6-16-78 6-15-7 (E/2) P70 Texaco	(Mesa Pet.) F530 Mesa Pet.) Mesa Pet	MesaPet. Sterens	Meso Pet.	Ayonce (a) a Ld. E.1 respond 5 - 8 - 74 0627 4
10000	Getty 0:	32 Burlon Shipe	Pess Nother 33 Spripe	West Knowle	West Knowles (IM Alcorn) 14:23 79 4:15:7	36	Veadoa P
	78 30 2%	\$2.PS	Octfy Mesa Pss Pet etc.	(Meso Pet) (HI. Brown Jr. 40 (Meso Pet) (FS3) F602 West Knowles'	(x)	I Continental H.B.P. B-IS34	
	121 201	1 T04909 10 D	Mins Qivided Burton E. Shipp Sur	"Shipp" 2 Luro Flonagan, etal, M.L. (*) P75 Buiton E. Shipp Property	C 2.9.15 B.E. Shipp, etal State	31016	Anderso Gorrell To 13000
Sin Ashland	""。原动河	'v'	R.H. Bolsa Hornifin	MesoPet 1 1/2 Meso 1 1/4/20 MesoPet 1 1/2 Meso 1 1/4/20 Meso 1 1/4/20 Meso 1 1/4/20 Meso 1 1/4/20 MesoPet 1	## 15 A C	31415Ac 21415Ac 2	FINA (5)
Color CCCylor	Rica H.	L. Botton, Est. Lovinghor	1233	B.W.King.Jr. 123 State	12720 -2		Avance Va Exchange Of En Free 2 por IT Selve IT 2
550 g p 68 01	Compas	DE Blackmar 71282 9 20 80 11 JE 712 79 12 Mesa Pet, etal. 12985, 12980 12480	1-8636 8 23 83 8 21 83	Yates Yates 9-8-83 9-8-83 8-23-83 8-23-83 8-21-83 8-21-83	(Cont'l. S/R) HBP E-8635 Kewanee		3178-c T
Fate II IN FRICE	Amer Dowell to	MUE. 712 79 Russa Pet, etal. Russa, 129 80 1 24 80 etal(s, 129 80 1) 24 80 has. divided of profis) Alexander, etal	1-35 HAP LG30 2 BIST bins Divided 2002 State Burton E Shipp	J. Cason, etal, M.I. D. E. Nellie Byers, Jr, etal, MI Cook(S) Cook(S) James 90; 50; (Mess Pet.)	31014	6 T Bionxenship etal F.P. Brianson, etal, MI T C. Pring Shenondoan	Grave 1
Garty Oil No.	DE Bloc	smar C.C. Loveless et al.	(Consol O.Sc. Signor Species Process Apollo Oil Live Lovelody	A.K.Trobough Harding Oil Shipp Midwest Tourse	Mesg Pet	Rompers TD 11995	Panasing Fre 9 : 1 - 8) Fre 18959 5 : 57794c 2
C.M. Saloy, M. E.D. Shipa	E.D.Shipp	St. BZ SMins Gr. BZ	Ö- 1 37 89	St. 16 Frances Freeman E.O. Shipp I.W. Trex.int. Fat.Corp. 1011990		Dorothy M. Bumpers, M.1 1.C. Price 12 MesoPet.	US MI IL. R.L. Sob.
D.E. Blockmon D.E. Bio 2:20:79 3:28 1:15:79 3:19 3:18:42	: 63 2 2 8563	Setal H. B. P. L. 688 H. B. P. L. 688 B-2317	Midway 51. I.W. Lovelody 10 - 1 - 81 10	I.W. Frx. Int. Pet. Corp. 191300 Love Pet. Expl. Pet. Corp. 191300 1 10 10 10 10 10 10 10 10 10 10 10 10 10	Pro 5:15-771 1 3 35 10 9 67 15 9:0-72	Tex.Int.	Daon To
Betty if Presson 6 A.Sch E.O.Shippis)	mad ald IVIII.	State Midway of	F231 State	HBP TRIBES A Nicholson Turised E.D. Shipp Jas. Balton(x)	EC shop e'al No 1632 tall, 385 W.F. Brazshamis) E.D. Shipp	# etol, M! Min Dix. W.T. Dovis, S W. Davis, etal	Pay Burns
X.4772 Sinc	lair 2 Test	2-A 053931 FKN	(Consol 0.56)	Fortson'A" Corp. etal (Mesa Pet.)	### Spenders Spenders 12-1-78		SUN I
Stof NM. E.D.S	hipp	Consol.)	Consol O.C.G. 16	1329 Styte Burlen E. Shipp et al E. Shipp et al R. L. Burns Shipp Tollissi	Schwartzbergela W.F. Pruiett, M.I. M.H. Smith(S) Leo Farms, Inc. (S.	Leoforme Inc.(S) AC ChesterEst United Prod.Co. Mary Lee Norris	Fonnie Boxa
Red E. Stevens I	Kelly 1. 20. 81 7.1.82 1.4092 12.434 2131 Amoco	E.D.Spipps 2	e, L. 1	37 Y TO 15551	Spencer E. Hutson 6 · 1 · 79	Kicha Fan	7725A-7
tostao State	H.B.P A-157	. 10 60	Consol-St. State	Cities Service Oil, stai, MI E.D.Shipp	Lottis L.H. York stal, MI Frances M.H. Crow, S	Kirby Exa. Texaco,M.I. Mary Lee Norris	Mar Mar
So Union Sup. J.M. Ko 15-21-33 7-1- 35-63 1.6-31 35-63 1.6-31 35-63 1.2-49	82 54	\$0. Union Lea-5mpp 10 \$200	Spencer & Hutson 9 · 26 · 75	Stollworth Morale-St TOI Sea T	Spencer E, Hutson 12 · 19 · 75	R.E. Dougharty	FIXTH Tom
Wester States	Hanlad	E.D.Shipp 20 Gulf	• 21 AR.Co	25	2,3	Nary Lee Norris 24	linson Norvilee Vorris
e 1 79	7 - 15 - L-3121 12 51	79 1 8 1 92	H.B.P. B-1505	Moralo Inc. B: 17 - 74 K 4551 17 ¹⁵ HBD	Lee Ann Richards S. W.E. Pruiett.	R.E.Dougherty, D.B.Willholt,	5774M F
Moran Franklin, Aston Moran Franklin, Moran Franklin, Aston Moran Franklin,	и.1.	Stote	E D Shipp State	State Yates Pet.	Lee Ann Richards E. W.F. Pruiett, Lettie Yorketel M. Ctol M.I. & Francis Crowetol S.M. Davis (S)	& ment All ment All	Rob'r. E.
2168 7. 27	79	R	trains trains trains trains trains	12: 1:82 LG 885 11:33	Berthot Beens JL Read VE Cities Service WE NIGHT Howers	O & protected L. J. Lorenz S.	Jirrs to M
30	R.D. Goo	ellseich C.M. Salby, Est deist C.M. Salby, Est 129 So Roy. 7 21 eo	28	Stote E.D.Shipp K.D.Me- 27 Peters L.LeCkire	ED Ships N.G. Howry T.W. Bazham		B.V. Pylt
inned Cus		L: 4639 21 59	55 72 10-1-85	25371 Fin Hoods Rotory North	LANGE WAS TENDOCKEY	Curtis Fruet, etc IM.	
Styte (C.D.81-15	Hby,MI J.L Reed,etc key(s) C.O.Stake	Stote	Detice fennaco Getty Oil	Seate Dennis Eubenit	S. Dennis Euborkts (c.) Visien(S)	Amerada	Violes A
(Hi-na)-27	Clare Flag	H.R. Stroupe,	1 H.B.P. L-3555 06-5121 B-1651	Dovid B. Willhoit, etal, MI	MBLE CITY EN Col-Mon 1-12:88	9 20 16 K-6375 25 74	Seventh Advent
in ← 31 31	Mark	C.D. Blokey (5) 	State 33	Jas.H.Goodwin C.G.Goodwin	R & Waler & N L Simpson	Cont 35	W.H. Horola 3767Ar 3
Some & Clara Elkon, M. Mins. dividea	LG	430	H.R. Stroube, etal, MI	A-1469 Min.Div.	Min. Div. Sera 12.68 Min. Div. Min. divisord Min. Div. Min. divisord	3320	B.L. KIE
C D Blokey, (S)	made on Delication College Statement Co.	State 43.4 313737 Ac 213724 Ac 1	C.D. Elistery, (S)	C.D. State H.A.Smith E.D.Smithis	E.D. Smith(S) L. M. Trouior, (8)	Coulon Williams	OF Hono
LG 356 10027	1		1 1	i Aliss	1 Legar Ry 1 Legar Hearty 1 Legar Hearty 1 H.S.F. A-1497	HBP 069236 45 M.	
JM Hube: Corp		Exyon	4	3 5/07/2 - W	Yotes Seral	Amerada Amerada	Sivery
10 - 1 - 81		4 - 21 - 74			12 /2/	11 12 1 1 1 1 1 1 2	



I HEREBY CERTIFY THAT THIS PLAT WAS MADE FROM NOTES TAKEN IN THE FIELD IN A BONA FIDE SURVEY MADE UNDER MY SUPERVISION, AND THAT THE SAME IS TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF.

JOHN W. WEST, N.M. PE. 8 LS. NO 676 TEXAS R.P.S. NO. 1138

RONALD J. EIDSON, N.M. L.S. NO. 3239 TEXAS R.P.S. NO. 1883

DAVID

FASKEN

A plat of Section 8, Township 17 South, Range 37 East, N.M.P.M., Lea County, New Mexico.

JOHN W. WEST ENGINEERING COMPANY CONSULTING ENGINEERS HOSBS, NEW MEXICO

Scale: 1'' = 1000' Oraan by: RKG
Date: 8/6/79 Sheet 1 of 1 Sheets