IN REPLY REFER TO:



UNITED STATES

DEPARTMENT OF THE INTERIOR

MAN OFFICE OCC

GEOLOGICAL SURVEY Draver 1857 Roswell, New Mexico

1963 JUL 11 M 6 1 29

July 0, 1963

Hr. J. E. Bedingfield P. O. Drawer M Artesia, New Maxico

1

Dear Sir:

Your letter of June 5, 1963, requests approval for off-lease storage for oil produced from your Hastie wells No. 1, 2, 3, 5, 6, 8, 9 and 10 in the NMK sec. 18, T. 17 S., R. 28 E., N.H.P.H., on lease Las Cruces 645818(a). The oil produced will be stored in a separate tank battery located in the SMEMME sec. 30, T. 17 S., R. 28 E., on your Sunray-State lease.

The method of off-lease storage described by your letter is hereby approved. The proposed tank battery should be properly marked.

You are requested to notify our Artesia office when the installation is completed so that a field inspection of the system can be made.

Sincerely yours,

JOHN A. ANDERSON Regional Oil and Gas Supervisor

OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

June 10, 1963

House the works

Mr. J. E. Bedingfield Drawer M Artesia, New Mexico

Dear Mr. Bedingfield:

Reference is made to your letter of June 6, 1963, wherein you request authority to commingle the oil produced from your State B-1 and your Bedingfield-State 3 Wells in the Empire and Red Lake Pools, Eddy County, New Mexico. Also to your letter of June 6, 1963, wherein you request authority for off-lease storage for your Hastie Federal Lease in the North Red Lake Pool.

Before approval of either of these installations can be given, it will be necessary for you to obtain the consent of the appropriate royalty owners. Upon receiving such consent from the Commissioner of Public Lands in the case of the State and Bedingfield-State application and from the United States Geological Survey in the case of the Mastie Federal application, we will be happy to consider both applications.

Very truly yours,

DANIEL S. MUTTER Chief Engineer

DEM/esr

OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE. NEW MEXICO

-3391 ,31 eest

Nothers in the second s

HISTOPHER CO. THE SECOND

Aster not is and to your letter of June 6, 1950 second you reason and to your letter of June 6, 1950 produced from your State 3-1 and your Sedingfelde 30 to which is the Sapire and Red Lake Frole, 2010 Jouly Secondaries. Also to your letter of June 6, 1963, which of some the request sutherity for off-issue bounge for your south reduced in the Morth and Lake Fort.

Sifeld approval of siterar of these installshound on an option, it will be necessary for you to obtain it. consent of the appropriate royalty owners. Whit securing such consent from the Commendationer of hubble isred in the case of the State and Sedingfield-trade symboler is and from the United States Coolonical intony in the case of the Pastic Federal application of the Pastic Federal applications.

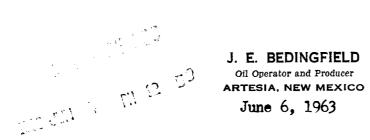
v zy traty yours,

o list s. Durfell Chief Englass

2-15 Bala

1.1

BOX 707- Drawer M



Oil Conservation Commission Box 871 Santa Fe, New Mexico

Attention:

Mr. Porter

Dear Mr. Porter:

You may know that the Continental Pipe Line is figuring on discontinuing service on North Red Lake line.

I am enclosing herewith a copy of the letter from Continental Oil Company concerning the matter, and as I have a lease on the East end of North Red Lake line, I am going to have to get off-lease storage in order to run my oil.

So what I have in mind, and would like to do, and which I have talked to Continental about is move one of my 100 bbl. tanks from Hastie Federal in NW1 of Section 18 Twp. 17-S. R. 28-E. to my Sunray State, which is located in SNI NWI of Sec. 30. T. 17-S. R. 28-E. where I have connection with Continental line on their South Red Lake Line.

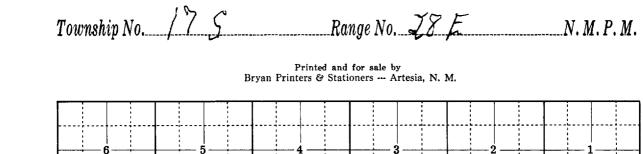
I would very much appreciate your approval of this off-lease storage from the Hastie to the Sunray State.

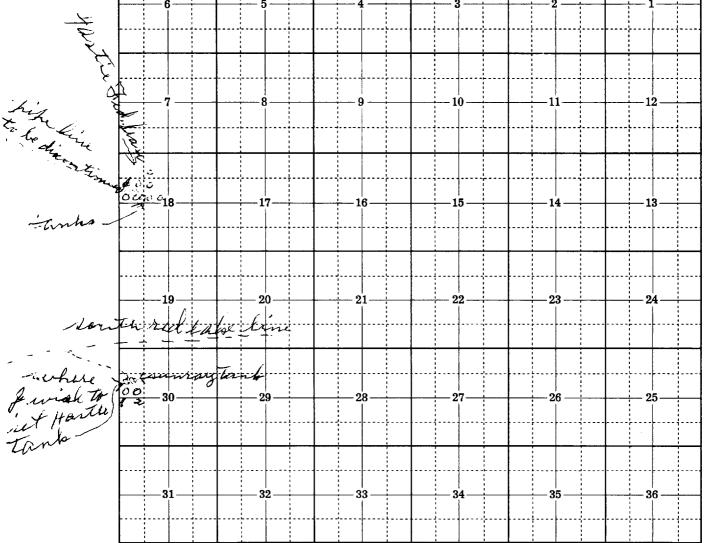
Thanking you for your kind consideration and approval of this matter, I am,

Very truly yours,

J. E. Bedingfield

JEB/abs







CONTINENTAL OIL COMPANY

P. O. BOX 2197 HOUSTON 1, TEXAS

May 23, 1963

Mr. J. E. Bedingfield Post Office Box 563 Artesia, New Mexico

Dear Mr. Bedingfield:

This will confirm my telephone conversation with you in which I informed you that we have received notice from Continental Pipe Line Company that effective July 1, 1963, gathering service will be discontinued in the North Red Lake Area, Eddy County, New Mexico. We understand that this comes as a result of excessive maintenance costs on the pipe line facilities, heavy oil losses and declining oil production.

Our records indicate that we are purchasing the production from the following lease operated by your company which will be affected by the discontinuance of the gathering service:

Bedingfield, J. E. - Hastie Federal #1 to 10 - S18, T17S, R27E

Simultaneous with the cessation of pipe line service Continental Oil Company will cancel its Division Orders under which it has been purchasing this production, and it will be necessary for you to find another market. We regret that this step is necessary and we sincerely hope that you will not be greatly inconvenienced by this change.

Yours very truly,

H. A. Nøster Manager of Field Operations Crude Oil Trading Department

HAN-CDP