

STANOLIND OIL AND GAS COMPANY

OIL AND GAS BUILDING

FORT WORTH, TEXAS

April 18, 1955

File: RGH-4191-986.510

Subject: Request for Hearing for Exception
To Statewide Rule 390, Hobbs Field
Lea County, New Mexico

New Mexico Oil Conservation Commission (3)
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. W. B. Macey

Gentlemen:

It is requested that a hearing be set on the application of the Stanolind Oil and Gas Company for an exception to Rule 390 of the Rules and Regulations of the New Mexico Oil Conservation Commission. This exception is sought to permit the measurement and storing off the lease of crude oil produced from Stanolind's W. S. Capps Lease in the S/2 of Section 3, T-19-S, R-38-E, in the Hobbs Pool, Lea County, New Mexico. It is our proposal that the production from this lease be transported to a new tank battery to be constructed on Stanolind's State "A" Tract 7 Lease in the NW/4 Section 10, T-19-S, R-38-E, which offsets the W. S. Capps Lease to the south, as shown on the attached plat. Separate facilities for measuring and storing production will be provided for both the W. S. Capps and State "A" Tract 7 Leases.

Existing tank batteries on the W. S. Capps Lease are located within the present city limits of the city of Hobbs, New Mexico, and a portion of this immediate area is currently being surveyed for additional civic development. Relocation of these tank batteries is desired in order to minimize potential hazards occasioned by their proximity to domestic and commercial installations. Since Stanolind owns the surface rights on the State "A" Tract 7 Lease, it will be possible to minimize such hazards by the relocation of this tank battery.

Yours very truly,

ALEX CLARKE, JR.
Division Engineer

RGH:cp
Attachments