Copy PHILLIPS PETROLEUM COMPANY Bartlesville, Okla. December 17, 1954 In re: Application of Phillips Petroleum Company for Approval to "se Common Storage Facilities for Production from its Chem State and Chem State "A" Leases, Tulk Wolfcamp Field, Lea County, New Mexico State of New Mexico State Land Office Santa Fe, New Mexico Attention of Mr. E. S. Walker, Commissioner of Public Lands Gentlemen: Phillips Petroleum Company has requested a hearing before the New Mexico Oil Conservation Commission for the purpose of obtaining approval to use common storage facilities for production from its Chem

State and Chem State "A" leases, Tulk Wolfcamp Field, Lea County, New Mexico.

Our Chem State lease is described as Lots 1 and 2 of Section 4, Township 15 South, Range 32 East, Lea County. The Chem State "A" lease covers all of Section 3, except SE/4 NW/4, Township 15 South, Range 32 East, Lea County, New Mexico, all as shown on the attached plat. The royalty ownership under each of these leases is common being owned by the State of New exico.

On each of these leases there is located one producing well. The establishment and operation of one central tank battery will enable us to operate these leases more efficiently and economically. Tankage and other equipment will be maintained in such a manner that the production from each well may be accurately mental determined as required by the New Mexico Oil Conservation Commission and the State Land Office.

We therefore kindly request approval of your office to use common storage facilities for these two leases subject to the approval of the New Mexico Commission after proper hearing which we have requested be scheduled for January 13, 1955 at Santa Fe.

Very truly yours,

L. E. Fitzjarrald