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Post Office Box 2265
Santa Fe, New Mexico 87504-2265

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Jason Kellahin
W. Thomas Kellahin
Karen Aubrey
James B. Grant

May 1, 1984

RECEIVED

MAY - 1984

OIL CONSERVATION DIVISION

Case 8192

Mr. Joe D. Ramey
Director
Oil Conservation Division
Post Office Box 2088
Santa Fe, New Mexico 87501

Re: IN THE MATTER OF THE APPLICATION OF VENO ENERGY
FOR A SEDIMENT OIL TREATING PLANT PERMIT, LEA
COUNTY NEW MEXICO

Dear Mr. Ramey:

Enclosed please find an Application on behalf of Veno
Energy for a sediment oil treating plant permit.

Would you please file said application and set this
matter on the Examiner docket.

Thank you for your attention to this matter.

Sincerely,



Karen Aubrey

KA:mh

Enclosure

cc: Mr. Stuart Eveans
Box 2202
Hobbs, New Mexico 88240

BEFORE THE OIL CONSERVATION DIVISION

ENERGY AND MINERALS DEPARTMENT RECEIVED

STATE OF NEW MEXICO

MAY - 1 1984

IN THE MATTER OF THE APPLICATION
OF VENO ENERGY FOR A SEDIMENT
OIL TREATING PLANT PERMIT,
LEA COUNTY NEW MEXICO

OIL CONSERVATION DIVISION

CASE NO. 8192

A P P L I C A T I O N

Applicant, Veno Energy, of Hobbs, New Mexico, by and through its attorneys, Kellahin & Kellahin, hereby applies for a sediment oil treating plant permit, and states:

1. This Application for a sediment oil treating plant is filed pursuant to Rule 312 of the Rules of the Oil Conservation Division.

2. The proposed location of the sediment oil treating plant is in the NW/4 of the NE/4 of Section 23, Township 16 South, Range 35 East, Lea County, New Mexico. Said land is fee land belonging to Earl Leavell and leased to Applicant.

3. Applicant anticipates being able to process approximately 50,000 to 60,000 bbls of raw material per year the first year. Of this volume, Applicant expects to reclaim approximately (200) bbls of salable crude oil per day.

4. Waste water will be collected and trucked to a disposal site.

5. If this Application is approved, before beginning actual operations, Applicant will file with the Division a performance bond in the amount of \$10,000. conditioned upon substantial compliance with applicable statutes of the State of New Mexico and all rules, regulations and Orders of the Oil Conservation Division.

6. Applicant will comply with all requirements and regulations of the Environmental Improvement Agency, and a copy of this Application is being forwarded to said Agency.

7. That the proposed plant and method of processing will efficiently process, treat, and reclaim sediment oil, thereby salvaging oil which would otherwise be wasted.

WHEREFORE, Applicant requests Orders of the Oil Conservation Division as follows:

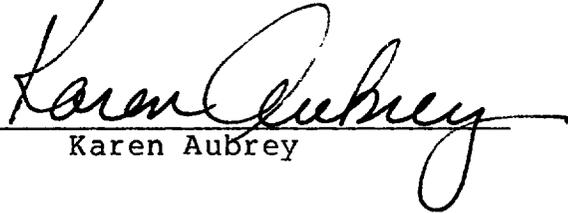
1. That this matter be set for hearing before an examiner duly appointed by the Oil Conservation Division and that due notice thereof be given as required by law; and

2. That after hearing, an Order be entered

granting applicant a sediment oil treating plant permit pursuant to Rule 312 of the Oil Conservation Division, Energy and Minerals Department, State of New Mexico.

KELLAHIN & KELLAHIN
Post Office Box 2265
Santa Fe, New Mexico 87501
Telephone: (505) 982-4285

By:

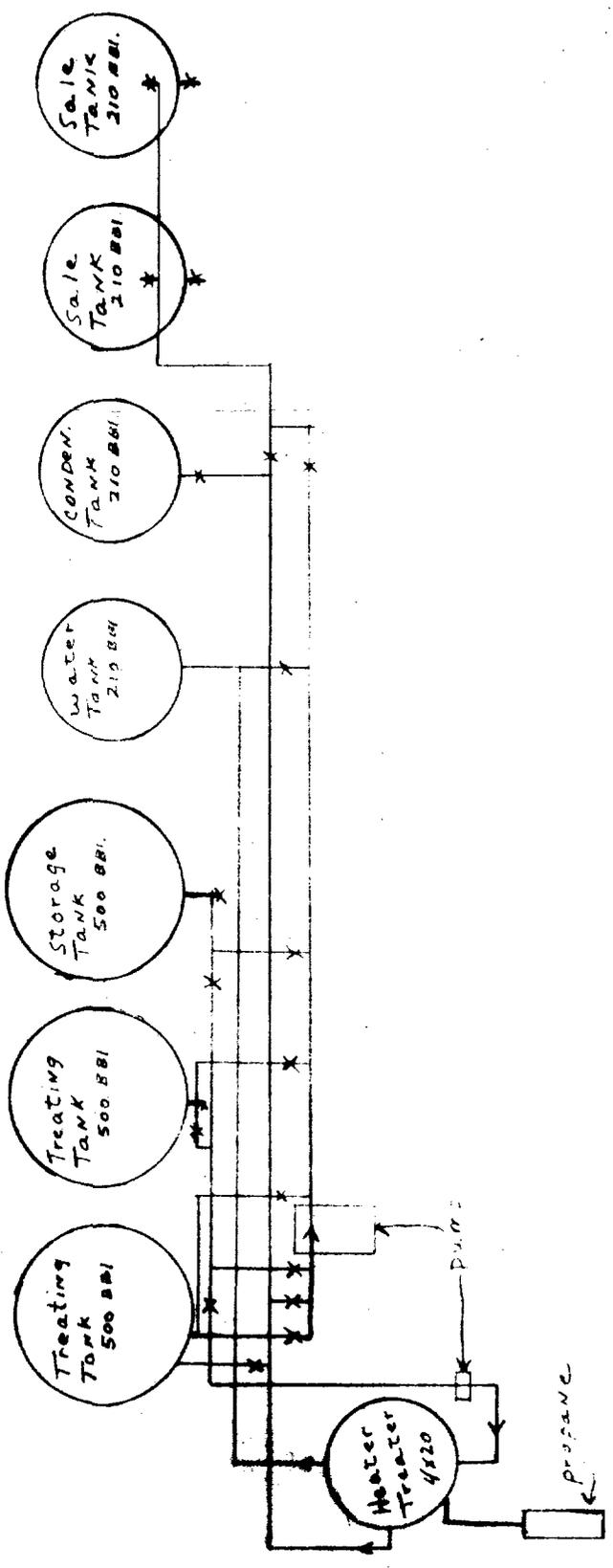
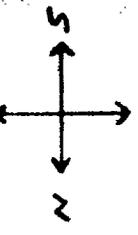

Karen Aubrey

Application of Veno Energy for a
Sediment Oil Treating Plant Permit
(to be located in the NW/4 of the NE/4 of
Section 23, Township 16 South, Range 35 East
Lea County, New Mexico).

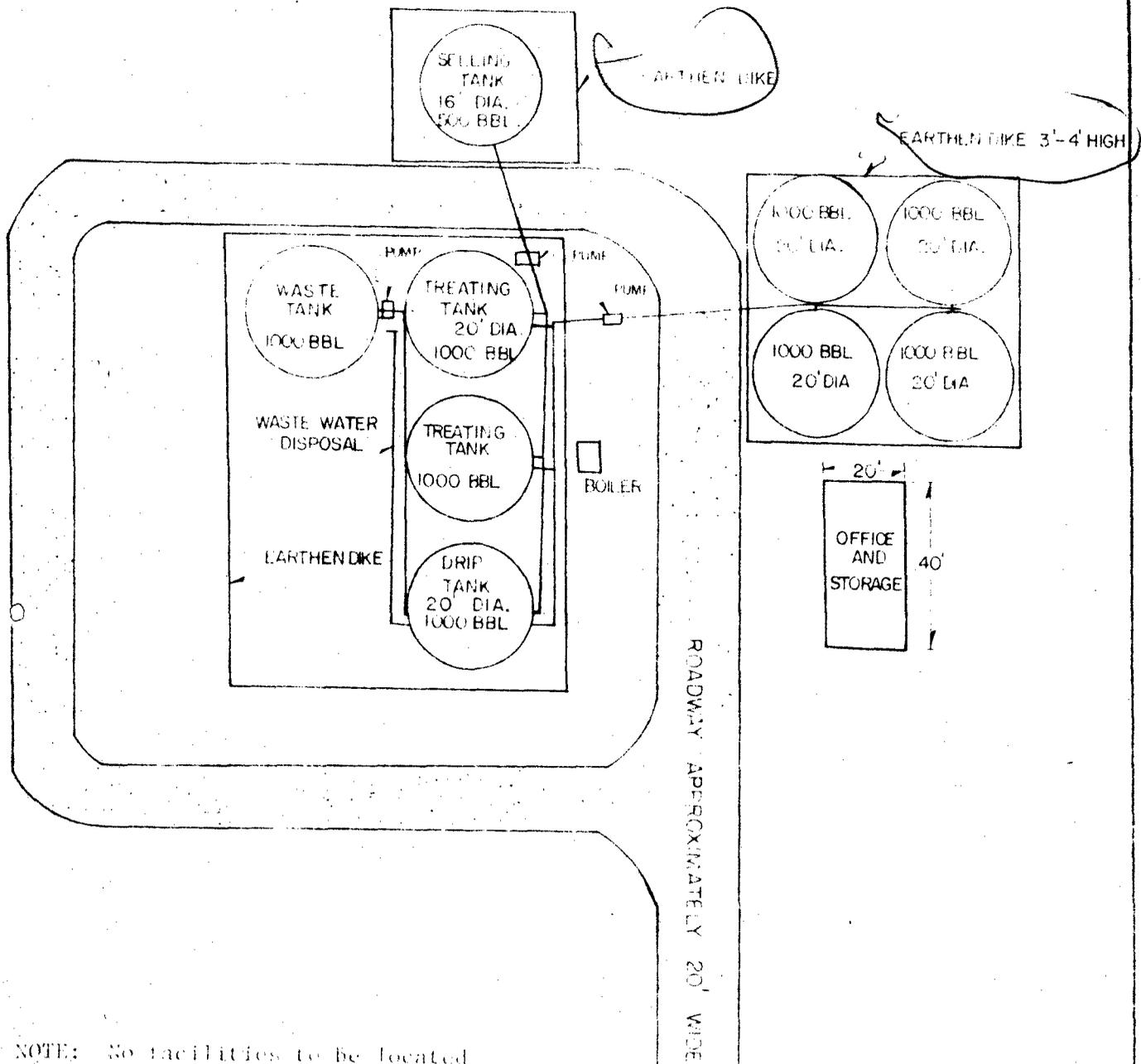
STATEMENT AS TO EQUIPMENT

Heater treater run by electric motor with
standard safety fixtures and safety hatches and
firewall.

ENTRANCE
road from highway



Veno Energy Stuart G. Evans
Sediment Oil Treatment Plant
P.O. Box 2202 - Hobbs, N.M. 88240



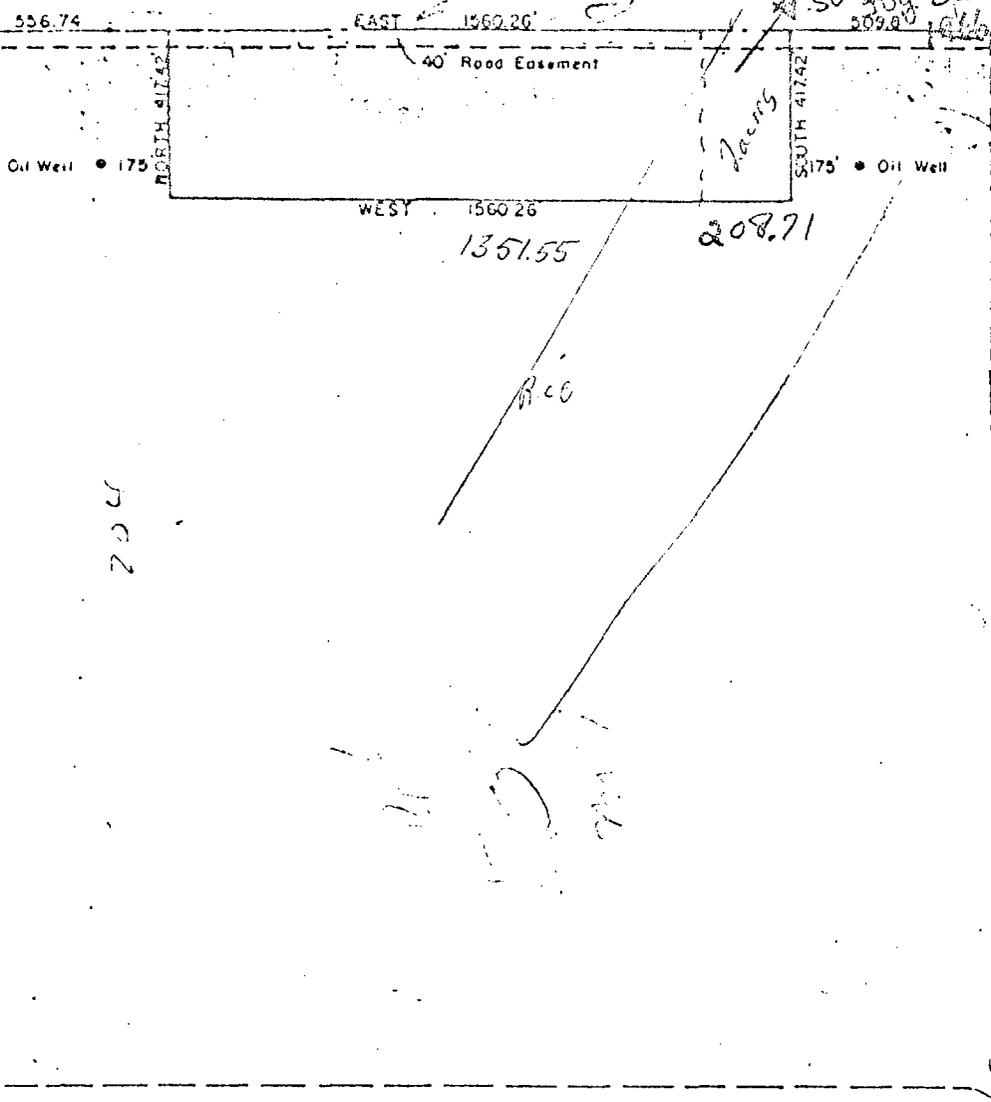
NOTE: No facilities to be located within 100 feet of property line.

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 & LS	NO. 676
	TEXAS	R.P.S.	NO. 1138
PARICK A. ROMERO	N.M.	LS	NO. 6665
	TEXAS	R.P.S.	NO. 2100
RONALD J. EIDSON	N.M.	LS	NO. 3259
	TEXAS	R.P.S.	NO. 1883

RHEMA	
JOHN W. WEST ENGINEERING COMPANY CONSULTING ENGINEERS HOBBS, NEW MEXICO	
Scale:	Drawn by: mtpaag
Date: 6/27/81	Sheet of Sheets

24 19
25 30



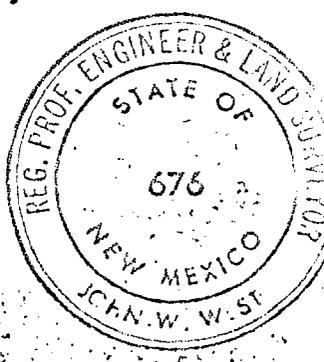
DESCRIPTION

A TRACT OF LAND LYING IN AND BEING A PART OF THE NW¼ OF SECTION 30, TOWNSHIP 18 SOUTH, RANGE 38 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO, AND MORE PARTICULARLY DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT EAST A DISTANCE OF 556.74 FEET FROM THE NORTHWEST CORNER OF SECTION 30, TOWNSHIP 18 SOUTH, RANGE 38 EAST, N.M.P.M., LEA COUNTY, NEW MEXICO. THENCE EAST A DISTANCE OF 1560.26 FEET; THENCE SOUTH A DISTANCE OF 417.42 FEET; THENCE WEST A DISTANCE OF 1351.55 FEET; THENCE NORTH A DISTANCE OF 417.42 FEET TO THE POINT OF BEGINNING, CONTAINING 14.951 ACRES, MORE OR LESS.

12.751

1351.55



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

B. W. MATHEWS TRACT

LOCATED IN NW¼ SECTION 30, T18S, R38E, N.M.P.M., LEA COUNTY, NEW MEXICO.

JOHN W. WEST ENGINEERING COMPANY