



505 NORTH BIG SPRING STREET  
SUITE 204 ENERGY SQUARE  
MIDLAND, TEXAS 79701  
(915) 682-6340

February 12, 1996

Oil Conservation Commission  
2040 South Pacheco  
Santa Fe, New Mexico 87505

ATTN: Bill Le May

RE: Rosilee Federal  
SE/4 of NW/4 Section 20  
T-11-S, R-27-E

Dear Mr. Le May:

Pursuant to my recent conversation with your Tim Gum in Artesia to be in compliance with Off Lease Storage (Rule 309C) on the above please be advised of the following.

1. Copy of approval from BLM.
2. Storage in Legal Location  
NW/4 of SE/4 Section 20, T-11-S, R-27-E
3. All working interest parties are in agreement.
4. All produced water is from Queen (Penrose)  
formation and if commingled will have no adverse effect.
5. Oil storage from different leases is all separate.
6. With the above facilities our operation is with one  
central storage facility by the main road, thus  
eliminating other secondary roads and consequent traffic  
and thus also saves us time and labor.

Your consideration will be very much appreciated.

Sincerely,



Tom Schneider

✓cc: Tim Gum

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