



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

ADMINISTRATIVE ORDER OLS-179

Manzano Oil Corporation
P.O. Box 2107
Roswell, New Mexico 88202-2107

Attention: Mr. Donnie E. Brown

*Manzano 'SV' Double Eagle Well No.1
Unit Letter G, Section 11, Township 16 South, Range 36 East
Lea County, New Mexico
Northeast Lovington Penn (40760) Pool*

As an exception to Division Rule 309.A. of the Division Rules and Regulations, and pursuant to the provisions of Rule 309.C., the above named company is hereby authorized for off-lease storage for the subject well. Inasmuch that duplicate measurement would constitute economic waste, the aforementioned production is to be transported prior to measurement to its own tank battery to be located in Unit 'J', Section 11, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico.

PROVIDING THAT: All flow lines shall be maintained in a safe and adequate condition and any leaks or failures must be reported to the Division, and; it is the responsibility of the operator to notify the transporter of this approval.

FURTHER: This installation shall be operated in accordance with the provisions of Rules 309.A. and 309.B. of the Division Rules and Regulations and there shall be no intercommunication of the handling, separating, treating, or storage facilities designated to each of the above leases.

NOTE: The operator shall notify the Hobbs district office upon implementation of off lease storage and measurement operations.

DONE at Santa Fe, New Mexico on this 15th day of January, 1997.


William J. LeMay, Director

WJL/BES

cc: Oil Conservation Division - Hobbs