STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

BRUCE KING GOVERNOR

August 20, 1991

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

Christie Gas Corp. 2500 Hwy. 377 South Brownwood, TX 76801

Attn: Joe Shepard

RE: Jal Plant State LPG Storage Well's
#2 M S32-T23S-R37E, 100-FSL/280-FWL
#3 M S32-T23S-R37E, 1000-FSL/530-FWL
#4 M S32-T23S-R37E, 1000-FSL/1230-FWL

Dear Mr. Shepard:

The Oil Conservation Division has examined the mechanical integrity tests run on the above referenced wells. The Division concurs that the storage caverns in these wells do have closure.

Approval to use the above wells for storage of LPG for 5 years or until July 1, 1996 is hereby granted. At that time new mechanical integrity tests will then need to be submitted to the Division for continued use of these LPG wells.

If at any time evidence shows that the caverns in the storage wells do not have closure, immediate notification to the OCD office is required.

Yours very tru

JERRY SEXTON District I Supervisor

JS/sad

cc: Dave Boyer