

## CONTINENTAL OIL COMPANY

Eunice, New Mexico January 27, 1961

New Mexico Oil Conservation Commission Post Office Box 2045 Hobbs, New Mexico

Attention of Mr. Joe D. Ramey

Gentlemen:

This refers to our conversation with you of January 24, 1961, concerning the storage of distillate from our Jack A-21 No. 1 well, Jalmat Pool, in tanks located on our Jack A-20 Lease. As pointed out in our conversation with you, the Jack A-20 oil wells no longer are capable of oil production and we desire to store the Jack A-21 distillate in these tanks.

Attached for your approval is our C-110 which will authorize this storage. Also attached are two copies of a letter received from the U.S.G.S. which states they have no objection to this storage since both leases are on the same Federal lease.

If any further data is needed in the authorization of this method of handling the Jack A-21 production, please contact this office.

Yours very truly,

J. R. PARKER District Superintendent of Production

JRP-DFW

Enc.