

Mr. A. L. Porter, Jr.

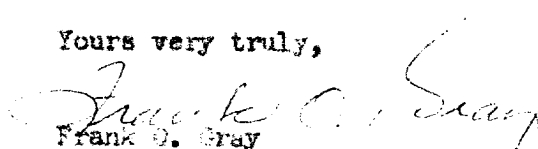
-2-

April 23, 1963

how much the mixing of the liquids would affect their value but due to the small volume involved, the commingling probably would have little effect on income from the sale of liquids.

This well is located on New Mexico State Lease Number E-291-40 and a copy of a letter from the Commissioner of Public Lands approving the commingling is sent herewith; also sent herewith are a plat showing all wells on the lease and a schematic diagram showing the proposed commingling equipment installation. Liquid production would be trucked from the tank at the well to tank number 1063 on the El Paso Natural Gas Products Company gathering line in Section 9-26N-6W. The distillate would be sold to them from that tank.

Yours very truly,


Frank O. Gray

cc New Mexico Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico

Mr. A. F. Molland