



U.S. DEPARTMENT OF ENERGY AND MINERALS
BUREAU OF REVENUE AND TAXATION

(Rev. 2-7-64)

TONGA VALLEY

Industrial Energy Corporation
P.O. Box 100
Farmington, New Mexico 87401

Attention: Wayne J. Converse

Re: Surveys of Wells in
San Juan County, New Mexico

Dear Sir:

Reference is made to your request of April 1, 1964, for authority to surface commingle the production from two of your wells located in San Juan County, New Mexico, to wit: Well No. 1-E and Well No. 1-F, San Juan County, New Mexico. It is our understanding that the production from each of the 1-E and 1-F wells will be metered, commingled with the production from the Huerfano No. 1-E, and the commingled production through a sales meter. This type of surface well will exact allocation of production from each well by using the Subtraction Method. The wells will also have their separation and storage equipment and connections. It is also our understanding that a meter will be used to meter all flow pipe to take and record production.

You are hereby authorized to surface commingle the production from the two wells located in San Juan County, New Mexico, to wit: Well No. 1-E and Well No. 1-F, San Juan County, New Mexico, and report the production attributable to each well by using the Subtraction Method and reported production from each well shall be reported separately.

Well No. 1-E

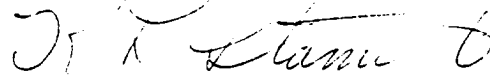
Well No. 1-F

Well No. 1-E
Huerfano No. 1-E

See
See

It is the responsibility of the owner to transport this production to the market.

Sincerely,

A handwritten signature in cursive script, appearing to read "R. L. Stamets".

R. L. Stamets
Director

RLS/DC/et

xc: Oil Conservation Division - Aztec
Harold Garcia
D. Catanach