CID 432 8/10/20

1-1 3 52

HIGHLAND PRODUCTION COMPANY

July 19, 1996

Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Attention: David Catanach

Re: Commingle Permit

Conoco C Federal #1 and Conoco E Federal #1 Section 30, T-26-S, R-32-E Lea County, New Mexico

14:5

Dear Mr. Catanach:

Highland Production Company requests approval of a surface commingle permit to commingle the Conoco E Federal #1 located in Unit Letter H; 660' FEL and 1650' FNL, Section 30, T-26-S, R-32-E, NMPM, Lea County, New Mexico production and the production of the Conoco C Federal #1 located in Unit Letter A, 330' FNL and 990' FEL, Section 30, T-26-S, R-32-E, NMPM, Lea County, New Mexico with the production of the Conoco B Federal #1 located in Unit Letter N, 990' FSL and 330' FWL of Section 20, T-26-S, R-32-E, Lea County, New Mexico. All wells produce from the Mason Delaware North Pool and the gravity of the wells is 39.6 for the Conoco C Federal, 39.7 for the Conoco E Federal and 40.1 for the Conoco B Federal. The royalty interest for both wells are the same. The tank battery is located in Unit Letter M, at the Conoco B Federal Well No. 1.

The production line will be black 3" polycthylene approximately 1400' in length beginning at the Conoco C Federal #1 in Unit Letter A, Section 30 and ending at the Conoco B Tank Battery in Unit Letter M, in Section 20. A production line already exists from Conoco E Federal #1 to the Conoco C Federal #1. The line will transport approximately 5 to 10 barrels of oil per day.

With these three marginal wells, this is the most cost effective way to keep them in production.

Your attention to this matter is appreciated.

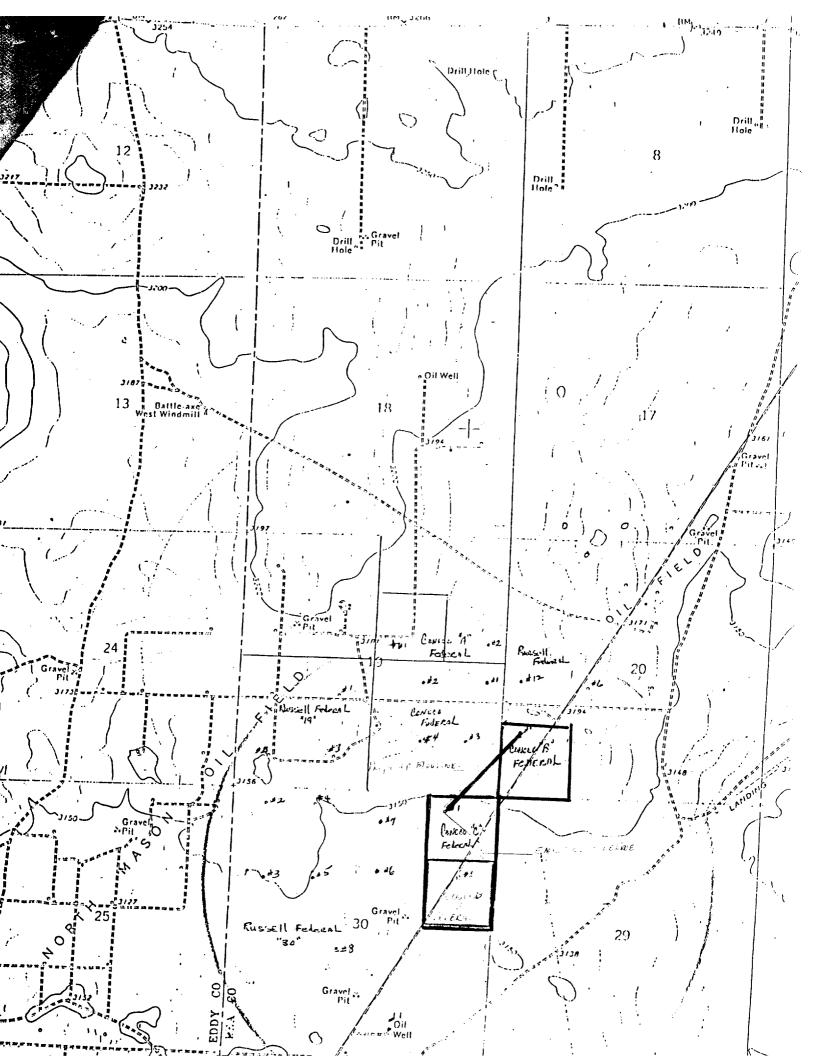
Yours very truly,

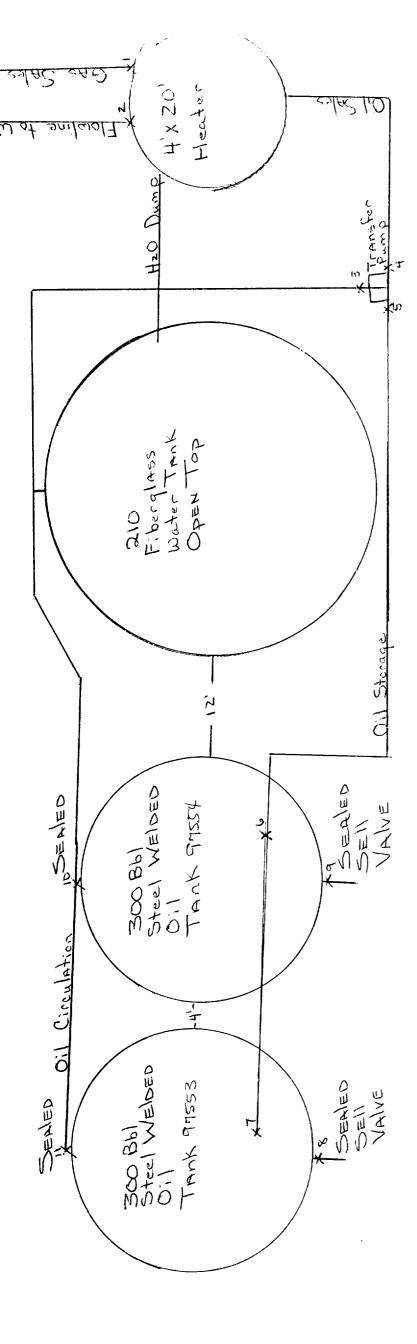
HIGHLAND PRODUCTION COMPANY

Raymøn D. Sharp

President

RDS:jn





十万人の中で

HIGHLAND PRODUCTION COMPANY
DELAWARE NORTH MASON FIELD
UNIT LETTER M
LCO 68281B
SWSW SEC. 20
T. 265, R. 32E

Conoco B' Federal

Pumping - Open #1,2,4,5,6,5en 8,9,10,11

Circulating - Open #1,2,4,5,6,10,3 SEN 8,9

Selling - Open #9

Close #6,10 3 SEN

August 21, 1996

I, John Stephen Guyton, acknowledge receipt and approval of notification of surface commingling the Conoco C Federal Lease production with the Conoco B Federal Lease production.

Acknowledged this

___ day of August, 1996.

John Stephen Guyton

August 21, 1996

I, Stella Swanson, authorized agent of Acme Land Company and Childress Royalty Company acknowledge receipt and approval of notification of surface commingling the Conoco C Federal Lease production with the Conoco B Federal Lease production.

Acknowledged this 21st day of August, 1996.

Stella Swanson, CPL

SENDER: =Complete items 1 and/or 2 for additional services. =Complete items 3, 4s, and 4b. =Print your name and address on the reverse of this form so that we can return this card to you. =Attach this form to the front of the mailpiece, or on the back if space does not permit. =Write 'Return Receipt Requested' on the mailpiece below the article number. =The Return Receipt will show to whom the article was delivered and the date delivered.		I also wish to receive the following services (for an extra fee): 1. Addressee's Address 2. Restricted Delivery Consult postmaster for fee.	
5. Received By: (Print Name)* 6. Signature: (Addressee or Agent) X	8. Addressee and fee is	e's Address (Only paid)	if requested
PS Form 3811, December 1994		Domestic Re	turn Receip

completed on the reverse side?			I also wish to receive the following services (for an extra fee): 1. Addressee's Address 2. Restricted Delivery Consult postmaster for fee.	
N ADDRESS completed or	3. Article Addressed to: Eagle Energy Investments C/O Stan Napper 3556 Oaklane Drive Philpot, KY 42366	Express Mail		☑ Certified ☐ Insured ☐ COD
1s your RETURI	5. Received By: (Print Name) 6. Signature: (Addressee or Agent) X PS Form 3811, December 1994	8. Addressee's Address (Only if requested and fee is paid) Domestic Return Recei		