

TESORO PETROLEUM CORPORATION

8520 CROWNHILL BOULEVARD

512-824-0261

SAN ANTONIO, TEXAS 78209

May 18, 1970

Mr. A. L. Porter, Jr.
Secretary-Director
New Mexico Oil Conservation Commission
Box 2088
Santa Fe, New Mexico 87501

Dear Mr. Porter:

Administrative Order PC-378 dated 10 June 1969 provided under Rule 303 (b) of the Commission rules and regulations authorized Tesoro to commingle the production on the surface from the Upper and Lower Hospah Sand zones on Tesoro's Santa Fe Railroad "A" Lease in the Southeast Quarter of Section 1, Township 17 North, Range 9 West, South Hospah Field, McKinley County, New Mexico. This order provided the commingling of the oil produced from the Upper Hospah Sand zone in Wells No. 77 and 79 with the oil produced from the Lower Hospah Sand zone in Wells No. 72, 73, 74, 75 and 76.

We are now requesting approval herewith to include three additional wells to this administrative order. Wells No. 80 and 81 are productive in the Lower Hospah Sand and Well No. 82 will be produced from the Upper Hospah Sand. Production from all wells will continue to be allocated on the basis of monthly well tests. Wellheader manifolds permit production of any one well into a test tank.

We would appreciate your favorable consideration of this request.

Very truly yours,



O. Lewis Smith, Jr.

OLS/rw
Attachment

Amended
PC 378

May 22 1970