

UNITED STATES TO THE INTERIOR GEOLOGICAL SURVE

P. O. Drawer U 2 Artesia, New Mexico 8821(

February 4, 1970

Windfohr Oil Company c/o Ralph L. Gray Post Office Box 198 Artesia, New Mexico 88210

> Re: Oil and Gas Lease NM-2748 Gissler "B" Lease

Gentlemen:

Your letter of February 3, 1970 pertains to producing and storing oil from your recently re-completed No. 11 Gissler "B" well (Premier zone of the Grayburg-Jackson pool) in a tank battery for your No. 5 Gissler "B" well (Seven Rivers zone of the Fren pool). Both wells are located in the NW1SE sec. 23, T. 17 S., R. 30 E., N.M.P.M., Eddy County, New Mexico.

As both wells are located on the same lease, and have the same royalty rate, your proposal to produce both wells into the same tank battery does not conflict with the Federal Oil and Gas Operating Regulations. However, Rule 303 of the New Mexico Oil Conservation Commission does require segregation of production from different State designated pools, and an exception from such rule must be obtained from the Oil Conservation Commission.

No objections are offered to your proposal provided that approval is obtained from the New Mexico Oil Conservation Commission.

Sincerely yours,

(Orig. Szd.) JAMES A. KNAUF

James A. Knauf District Engineer

cc: N.M.O.C.C., Santa Fe ... N.M.O.C.C., Artesia Roswell