



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

January 15, 1990

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

BTA Oil Producers
104 South Pecos
Midland, Texas 79701

Attention: Dorothy Houghton

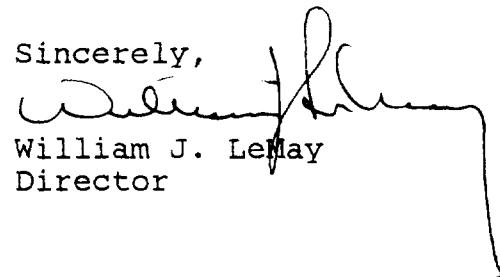
Re: Administrative Order PC-756

Dear Ms. Houghton:

Reference is made to your request dated November 8, 1989 to cancel Division Order No. PC-756, which order authorized the surface commingling of East Gem-Morrow and Teas-Bone Spring Pool liquid production from the 8705 JV-P Gem State Lease located in the N/2 of Section 2, Township 20 South, Range 33 East, NMPM, Lea County, New Mexico. It is our understanding that both of the wells on the subject lease are now producing from the Teas-Bone Spring Pool, and that commingling authority is no longer necessary.

As per your request, Division Order No. PC-756 is hereby cancelled.

Sincerely,


William J. Lemay
Director

xc: OCD-Hobbs
State Land Office-Oil & Gas Div.