

SANTIAGO OIL & GAS COMPANY

BOX 1208

MU 2-7971

2205 WILCO BUILDING

MIDLAND, TEXAS

September 19, 1959

Murphy Baxter Oil Corporation
507 Midland National Bank Building
Midland, Texas

ATTENTION: Mr. Murphy E. Baxter

Dear Sir:

In compliance with the Rule No. 309 of Rules and Regulations of the New Mexico Oil Conservation Commission, Santiago Oil and Gas Company requests your permission to flow the oil from State Leases B-2148 and E-2229 into a common tank battery. These are State leases and have a common beneficiary. Both are located in the Roberts-Maljamar Area, Lea County, New Mexico. They are producing from a common reservoir, known as the Grayburg-San Andres formation. The lands in question consist of the NW/4 of Section 18, 17-S, 33-E and the NE/4 and the SW/4 of Section 13, 17-S, 32-E.

In order that we may handle this matter as expeditiously as possible, we ask that in the event you approve of this action that you so indicate by signing two copies of this letter in the space provided and forwarding same to us.

Very truly yours,

R. L. Redline, Jr.
R. L. Redline, Jr.
President

MURPHY BAXTER OIL COMPANY hereby approves of the comingling of oil in a common tank battery from State Leases B-2148 and E-2229, insofar as it pertains to the Grayburg-San Andres formation.

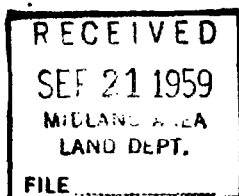
Murphy E. Baxter

REC'D SEP 22 1959

JVLout
H/D
RDM

SANTIAGO OIL & GAS COMPANY

BOX 1208 MU 2-7971
2208 WILCO BUILDING
MIDLAND, TEXAS



September 18, 1959

Shell Oil Company
P. O. Box 1509
Midland, Texas

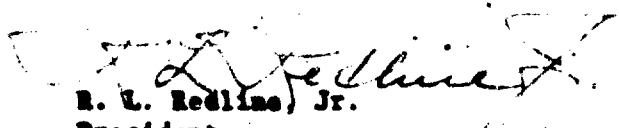
ATTENTION: Mr. J. V. Lindsey, Land Manager

Gentlemen:

In compliance with Rule 309 of the Rules and Regulations of the New Mexico Oil Conservation Commission, Santiago Oil and Gas Company requests your permission to flow the oil from State Leases No. B-2148 and E-2229 into a common tank battery. These are State Leases and have a common beneficiary and both are located in the Roberts-Maljean Area, Lea County, New Mexico. They are producing from a common reservoir, known as the Grayburg-San Andres formation. The lands in question consist of the NW/4 of Section 18, 17-S, 33-E and the NE/4 and the SW/4 of Section 13, 17-S, 32-E.

In order that we may handle this matter as expeditiously as possible we ask that in the event you approve of this action that you so indicate by signing two copies of this letter in the space provided and forwarding same to us.

Very truly yours,


R. L. Redline, Jr.
President

RLR:jb

Shell Oil Company hereby approves of the comingling of oil in a common tank battery from State Leases B-2148 and E-2229, insofar as it pertains to the Grayburg-San Andres formation.

Signed: 

SHELL OIL COMPANY
P. A. Dennie
Division Production Manager

SANTIAGO OIL & GAS COMPANY

BOX 1205 MU 2-7971
2205 WILCO BUILDING
MIDLAND, TEXAS

September 24, 1959

State of New Mexico
Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. Oliver E. Payne, General Counsel

Gentlemen:

Regarding your letter of September 22, 1959 pertaining to our request to commingle production from State Lease B-2229 and B-2148, please be advised that these leases are contiguous and a plat showing the location of the two leases in question is enclosed. These leases are included within the limits of the Maljamar Pool and the oil produced will be from a common reservoir.

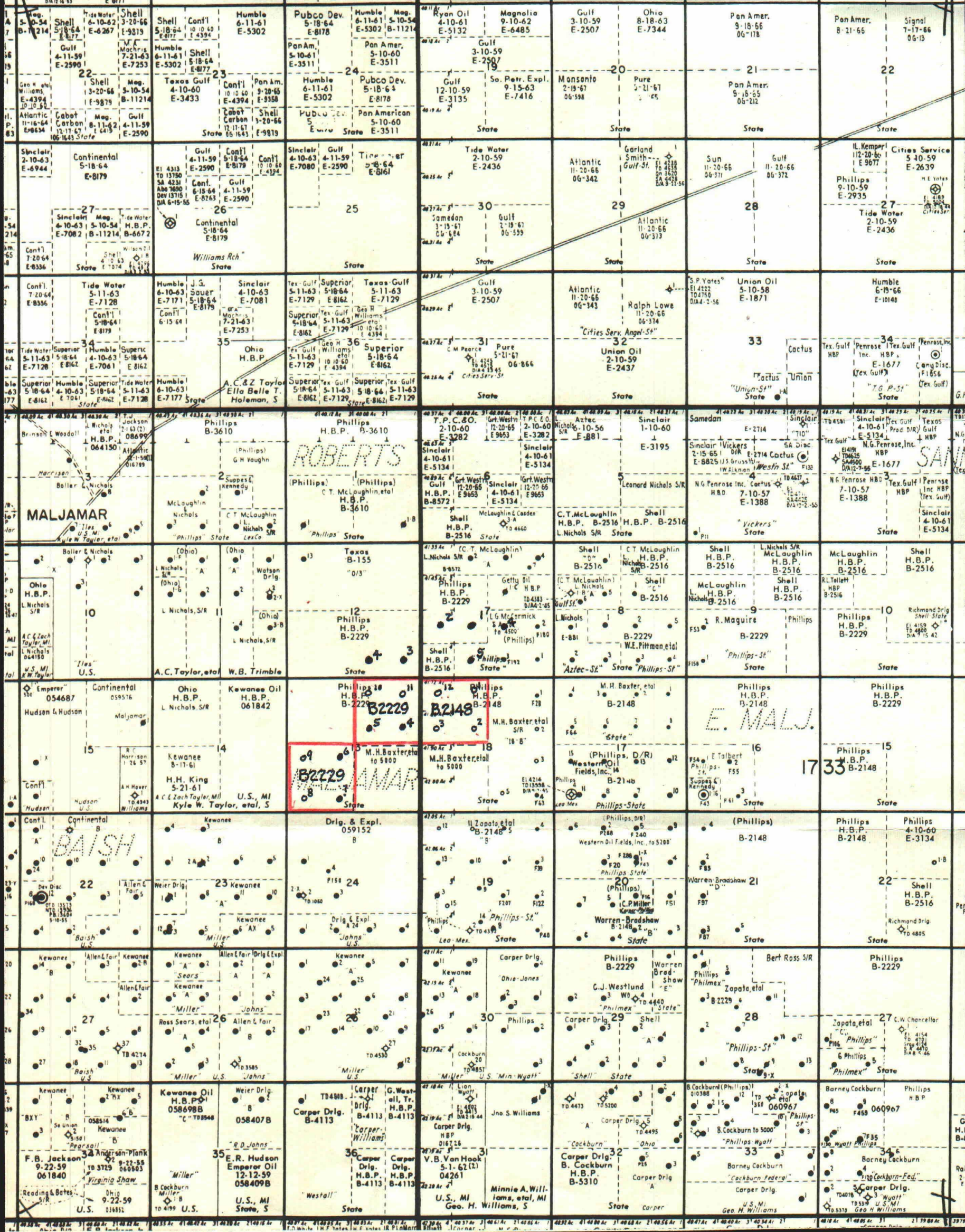
It is hoped that this information will enable the Commission to grant our request at an early date.

Very truly yours,

SANTIAGO OIL & GAS COMPANY


R. L. Redline, Jr.
President

Encl. 1



SANTIAGO OIL & GAS COMPANY

1663 MJ 2-7971

2205 WILCO BUILDING
MIDLAND, TEXAS

FI 2 33

October 2, 1959

State of New Mexico
Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. Oliver E. Payne
General Counsel

Gentlemen:

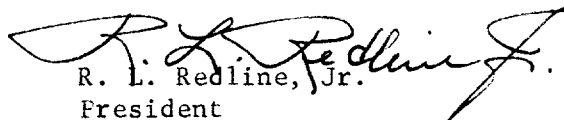
Re: Oil & Gas Royalty Division

Reference is made to your letter of September 22, 1959 and our letter of September 19, 1959 regarding the request for an administrative order permitting Santiago Oil & Gas Company to produce oil from State Leases B-2229 and B-2148 into a common tank battery. Enclosed herewith are letters from the Shell Oil Company and Murphy Baxter, offset operators to these leases, approving of our request to commingle the oil from the subject leases.

We trust these data will complete the necessary requirements and that an administrative order granting this request is now in order.

Yours very truly,

SANTIAGO OIL & GAS COMPANY


R. L. Redline, Jr.
President

Encls. as mentioned