

CONTINENTAL OIL COMPANY

P. O. BOX 2197 HOUSTON 1. TEXAS

June 15, 1962

Mr. R. E. Malvorsen
With Unit Producers
// Couth Recos
Midland, Texas

Dear Mr. Halvorsen:

As a follow-up to our telephone conversation today, then will confirm that Continental is agreeable to the purchase of production from the two portions of your "Trust" Lease on a commingled basis.

This lease is described as follows:

Lease No. NM-J4361 consisting of the NW/C of the NW/C of Section 27, T-168, R-31-E, N.M.F.M., Eddy County, New Mexico

Lease No. NM-05186 consisting of the SE/4 of the Minimum of the

In order that Continental accept the production on a commingled basis, it will be necessary that you furnish our Ponna City Accounting Department by the fifth working day of the following month the quantity of oil produced from the "Trust" No. 1 (NM-05116).

BTA Oil Producers June 16, 1962 Page 2

You will recall also that we had requested a copy of the permission granted you by the U.S.G.S. to commingle this production. I am unable to find a copy in our file, and I should appreciate your forwarding this at your earliest convenience.

Yours very truly,

H. A. Nester

Manager of Field Operations Crude Oil Trading Department

W.N-BJ

Duplicate



UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

Arawer 1857 Roswell, New Mexico

April 16, 1962

BTA Oil Producers 104 South Fecos Midland, Texas

Attention: R. L. Halvorsen

Gentlemen:

Your letter of March 5, 1962, to our Artesia office, requesting approval to commungle production from Your No. 1 Trust well on New Mexico 05186 in the SENWE sec. 27, T. 16 S., R. 31 E., with production from your No. 1 Federal well on New Mexico 04361 in the NWANG sec. 27, T. 16 S., R. 31 E., has been forwarded to this office for approval.

The method for measuring and handling oil from your No. 1 Trust well and your No. 4 Federal well as outlined in your application is satisfactory to this office. Flease notify the District Engineer, W. S. Geological Survey, P. O. Drawer U. Artesia, Yew Mexico, when the installation is completed and operative so that an inspection can be made.

Very truly yours,

John A. Anderson Regional Gil and Mas Supervisor

HARVEY E. ROELOFS, Tructee OLEN F. FEATHERSTONE II DENVER ID CHITCHATT Talebronn Sky ne TIPTI

17 TA Cal Producers 101 3 Ah Pares mid and roins

Marin Sars

I have by consent to be a common of gratures from larger Amora 301 and 3 m 186 as a Heart in your latter to me detail from 1962

Hong & Killife Sunta

ILLEGIBLE

Olen F. Fentherstone

OIL PRODUCER

ROSWELL PETROLEUM BUILDING

ROSWELL NEW MEXICO

January 17, 1962

BTA Oil Producers 104 South Pecos Midland, Texas

Attention: Mr. R. L. Halvorsen

Per a Commanging Production

bIA Trust Lease - NM 04361 and NM 05186

Gentlemen:

We have your letter of January 15, 1962, in which you have outlined your plan to commingle production from Trust Well No. 1, located in the SE¹₄NW¹₄ of Section 27, T-16-S, R-31-E, on Federal Lease NM 05186 and Federal No. 4 Well, located in the NW¹₄NW¹₄ of Section 27, T-16-S, R-31-E, on Federal Lease NM 04361. The common tank pattery with separators and metering equipment is to be located in the NESWNW of Section 27 in order to facilitate connection to the pipeline.

We hereby approve of your plan as outlined subject to the New Mexico Oil Conservation Commission's approval.

If you have not already done so, we suggest that you contact Harvey E. Roelofs, Trustee for Olen F. Featherstone II, direct for his approval on your plan to commungle production from these two leases.

Very truly yours,

den F. Featherstone

CWH* di

cc: Harvey E. Roelofs, Trustee for Olen F. Featherstone II Denver, Colorado