



TENNECO OIL COMPANY • P. O. BOX 1031 • 1800 WILCO BUILDING • MIDLAND, TEXAS 79701

October 11, 1964

Dear Mr. [Name]:

Re: Commingling of Production  
Buck Stream Field  
Lee County, New Mexico

Reference is made to the agreement between Tenneco Oil Company and the individual owners of the Buck Stream Field, Lee County, New Mexico, dated August 1, 1954, and the amendments thereto, and the fact that the Buck Stream Field is located in the SW/4 of Section 6, and the NE/4 of Section 7, T14N, R10E, N.M.P.S. 4-32-1. This amendment is to provide for the production of the oil and gas from the SW/4 of Section 6, and the NE/4 of Section 7, T14N, R10E, N.M.P.S. 4-32-1, to be commingled and produced through the existing well in each of these tracts and the same will be completed approximately December 1, 1964. In order to begin production from these wells upon completion of the same, you are respectfully requested to expedite signing these copies of this amendment and return same promptly to Tenneco Oil Company in the enclosed original envelopes. A fully executed copy will be returned to you by mail.

The advantages to all working interests in the Buck Stream Field are illustrated in the attached table showing the relative economic advantages of a multi-well battery compared to single well behavior. This arrangement also allows installation of a vapor recovery unit which provides additional income to equally interest and working interest owners.

Improving measures are being taken and will be circulated to the working interest owners in the near future. Basically, this agreement will provide for the joint ownership of the tanks, GSE unit, lines, and other production equipment for a part of the oil returns required to amortize individual lease production to be owned and operated on a cost-recovery basis. All other lease production equipment and controls are shared on a cost-recovery basis. Lease equipment owned by the individual lease owners may include, but not limited to, such as from stock tank vapor tanks, and the ability to produce oil and gas from the same lease on the same basis as oil production.

TENNECO OIL COMPANY

In order to complete our report, your cooperation is urgently requested. Should you have any questions or require additional data, please contact Mr. J. B. [unclear] our office.

Yours very truly,

CLIPPING THE AIR



C. W. Lang  
District 2 of [unclear] State of [unclear]

CC: [unclear]

Belmont