



State of New Mexico
Commissioner of Public Lands

RAY POWELL, M.S., D.V.M.
COMMISSIONER

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August 24, 1995

Conoco Inc.
10 Desta Drive
Suite 100W
Midland, Texas 79705-4500

Attention: Mr. Jerry W. Hoover

Re: Surface Commingling
Hardy Simpson and North Hardy Tubb-Drinkard Pools
Hardy 36 State Lease
B-2656
Lea County, New Mexico

Dear Mr. Hoover:

This office is in receipt of your application requesting approval to surface commingle the Hardy Simpson and North Hardy Tubb-Drinkard production for the Hardy 36 State Lease.

It is our understanding that all 18 current and future Hardy 36 State wells mentioned in your application are located on state lease No. B-2656.

Since it appears that there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for surface commingling the above-mentioned wells is hereby approved. Any deviation from the substance of your request will be sufficient grounds for rescinding our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

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If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS



BY:
JAMI BAILEY, Deputy Director
Oil/Gas and Minerals Division
(505) 827-5745

RP/JB/cpm

Enclosure

cc: Reader File

OCD--Mr. David Catanach, Mr. Ben Stone
B-2650