



10/22/97

Midland Division
Exploration Production

Conoco Inc.
10 Desta Drive, Suite 100W
Midland, TX 79705-4500
(915) 686-5400

September 30, 1997

Mr. William LeMay
Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87804

RECEIVED
OCT - 2 1997

Re: Request for Amendment of Off-Lease Storage and
Surface Commingling Order PLC-132 to Include
Cisco Production from Elvis Wells on Federal Lease
Nos. LC-019405(a), LC-029405(b), and LC-060329

Dear Mr. LeMay:

96662

Commingling Order PLC-132 was issued May 6, 1997 to allow off-lease storage and surface commingling of Devonian and Strawn production from three adjacent federal leases, Nos. LC-019405(a), LC-029405(b), and LC-060329. The single Strawn producer, the Elvis No. 4 well, has subsequently been recompleted to the Cisco formation. Therefore, amendment of the order is requested to include approval for off-lease storage and surface commingling for Cisco production from these three leases.

These leases, current wells, and their producing formations are identified on the EXHIBIT 1 map. While the Cisco has been tested only in well No. 4, there is the potential for additional Cisco development on all three leases.

EXHIBIT 2 contains anticipated producing rates, oil gravities, and revenues from current wells and illustrates that no revenue is expected to be lost from the sale of commingled fluids. EXHIBIT 3 is a facility diagram of the proposed battery and shows that each well and pool production will be metered separately before commingled in common storage.

EXHIBIT 4 is a list of the interest owners in all three leases identifying type of interest, name and address of owner, and the percent interest. Each of these parties were notified by certified mail of this application and their right to object to its approval. Copies of the certified mail receipts are included as EXHIBIT 5. Note that notification of the long list of Taubman Trusts was accomplished by notification of the agent, Everett D. Moran, who administers these trusts.

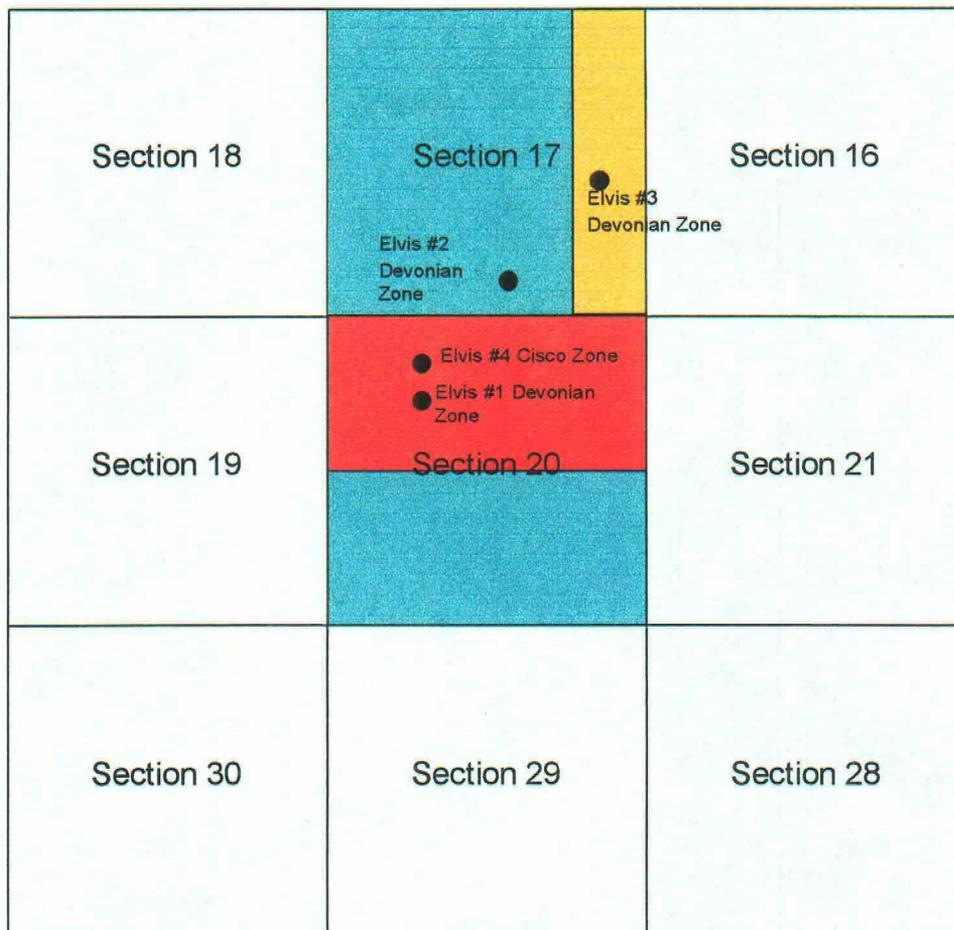
Prompt approval of this request will prevent undesirable delayed production from these leases as Cisco development is being evaluated. If I can answer further questions concerning this application please contact me at (915) 686-6548. Thank you.

Very truly yours,

Jerry W. Hoover
Sr. Conservation Coordinator

Conoco's Elvis Leases Lea County, New Mexico

R32 E



Color Legend

-  Federal Lease # LC 029405(a)
-  Federal Lease # LC 029405(b)
-  Federal Lease # LC 060329

EXHIBIT 1

Application to Surface Commingle Elvis Leases

Conoco Elvis Lease -- Federal Lease Code LC 029405 (a)

| Well Name | Zone | BOPD | Deemed API | \$/BO | Revenue/Day |
|-----------|----------|-------------------------|------------|---------|-------------|
| Elvis #1 | Devonian | Current = 500 | 40 | \$17.75 | \$8,875.00 |
| Elvis #4 | Cisco | Expected = 320 | 40 | \$17.75 | \$5,680.00 |
| Total | | After Development = 820 | | \$17.75 | \$14,555.00 |

Conoco Elvis Lease -- Federal Lease Code LC 029405(b)

| Well Name | Zone | BOPD | Deemed API | \$/BO | Revenue/Day |
|-----------|----------|-------------------------|------------|---------|-------------|
| Elvis #2 | Devonian | Expected = 450 | 40 | \$17.75 | \$7,987.50 |
| Total | | After Development = 450 | | \$17.75 | \$7,987.50 |

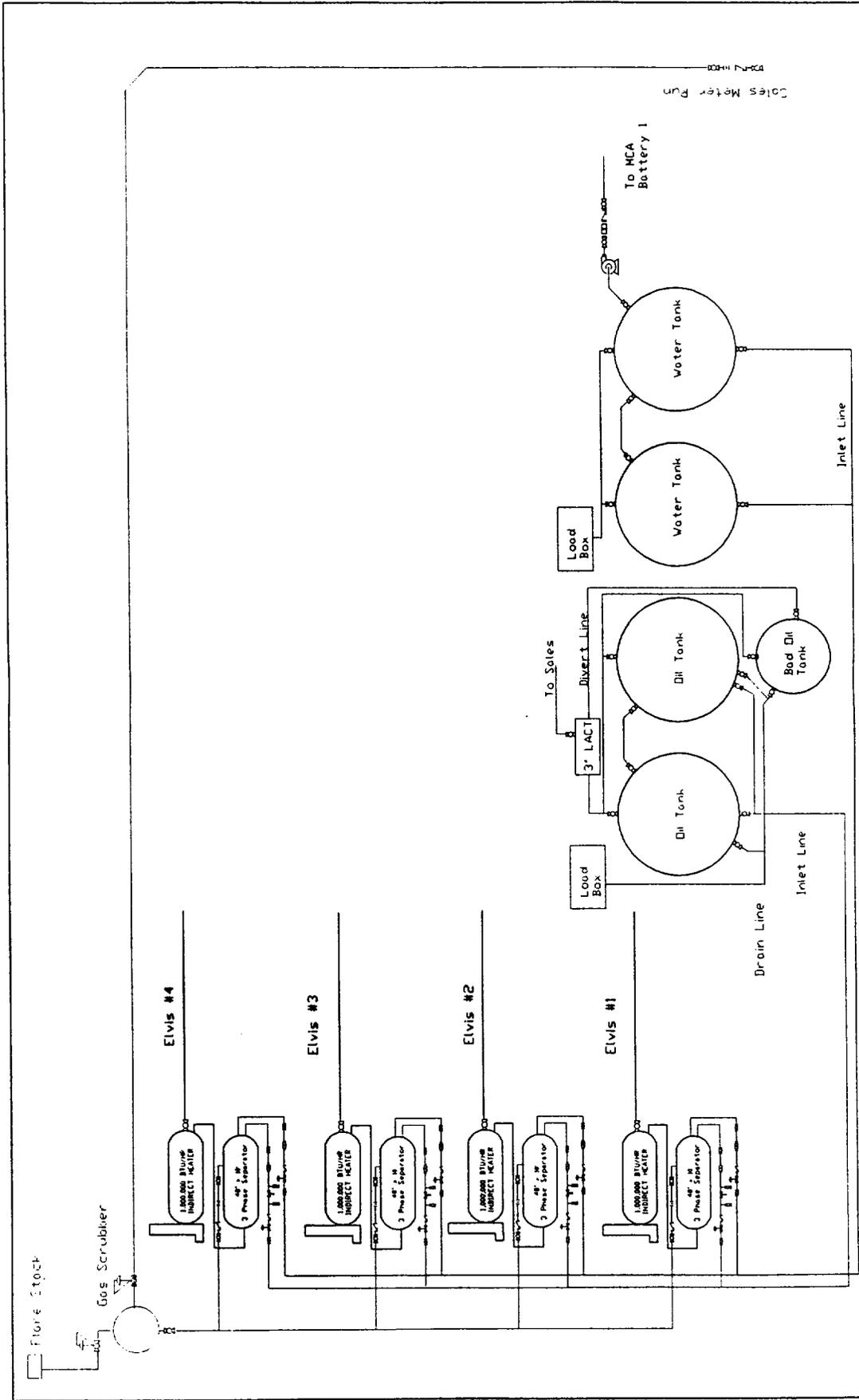
Conoco Elvis Lease -- Federal Lease Code LC 060329

| Well Name | Zone | BOPD | Deemed API | \$/BO | Revenue/Day |
|-----------|----------|-------------------------|------------|---------|-------------|
| Elvis #3 | Devonian | Expected = 450 | 40 | \$17.75 | \$7,987.50 |
| Total | | After Development = 450 | | \$17.75 | \$7,987.50 |

Combined Elvis Lease Production After Development & Commingled

| Well Name | Zone | BOPD | Deemed API | \$/BO | Revenue/Day |
|-----------|----------|--------------------------|------------|---------|-------------|
| Elvis #1 | Devonian | Current = 500 | 40 | \$17.75 | \$8,875.00 |
| Elvis #2 | Devonian | Expected = 450 | 40 | \$17.75 | \$7,987.50 |
| Elvis #3 | Devonian | Expected = 450 | 40 | \$17.75 | \$7,987.50 |
| Elvis #4 | Cisco | Expected = 320 | 40 | \$17.75 | \$5,680.00 |
| Total | | After Development = 1720 | | \$17.75 | \$30,530.00 |

Daily Value of Production Uncommingled = \$30,530.00
 Daily Value of Production Commingled = \$30,530.00



REFERENCE DRAWINGS

CONOCO CONOCO INC.

PLA, Mid-Continent Division

ELVIS LEASE NO. LC-029405(a)

| INTEREST TYPE | NAME & ADDRESS | % INTEREST | INTEREST TYPE | NAME & ADDRESS | % INTEREST |
|--------------------|---|------------|---------------|---|------------|
| Working | Conoco Inc. 10 Desta Dr., Ste 100W Midland, TX 79705 | 83.12500 | Override | Norwalk Hospital 24 Stevens Street Norwalk, CT 06850-3813 | 0.23810 |
| Royalty | Minerals Management Service P. O. Box 5810 Denver, CO 80217-5810 | 5.00000 | Override | Anne Marie K. Elliott P. O. Box 161 Dorset, VT 05251-0161 | 0.26785 |
| Production Payment | Everett D. Moran Trustee/Buffalo Oil Company 5001 N. Pennsylvania, Ste 202 Oklahoma City, OK 73112 | 4.37500 | Override | Southwest Royalties Institutional Fund (VIII-B L P) P. O. Box 970613 Dallas, TX 75397-0613 | 0.08036 |
| Override | Conoco Inc. 10 Desta Dr. Ste 100W Midland, TX 79705 | 1.28572 | Override | Margaret Masters 47 Oakwood Drive Wormleysburg, PA 17043-1134 | 2.91668 |
| Override | Mary E. Baish-Westin 513 Powell Ave Cresson, PA 16630-1314 | 0.13889 | Override | Betty B. Strohmeyer Estate James Strohmeyer, Rep. 5311 E. 5th Tuscon, AZ 85711-2331 | 0.41667 |
| Override | Henry W. Beardsley Attention: C. Moore P. O. Box 40062 Jacksonville, FL 32203-0062 | 0.53571 | Override | C. Louis Renaud P. O. Box 10015 Midland, TX 79702-7015 | 0.0625 |
| Override | Margaret Austin 24992 Nellie Gail Rd Laguna HILLS, CA 92653-5822 | 0.26786 | Override | Brown University Investment Office Box C Providence, RI 02912-0001 | 0.23809 |
| Override | Stamford Hospital Treasurers Office P. O. Box 9317 Stamford, CT 06904-9317 | 0.23810 | Override | Lucy McCarley 4463 Springmoor Cr Raleigh, NC 27615-5707 | 0.13392 |
| Override | Karen Elizabeth Charles 110 Hudson Ave. Altoona, PA 16602-4914 | 0.13888 | Override | Katherine Mary Scott 809 Sheridan St. Altoona, PA 16602-5440 | 0.13888 |
| Override | Nancy Carter Teresa Laggner Conservator P. O. Box 386 Lemon Grove, CA 91946-0386 | 0.13393 | Override | William Lawrence King, Jr. Revocable Trust DTD P. O. Box 278 Dorset, VT 05251-0278 | 0.26786 |

TOTAL 100.00000

ELVIS LEASE NO. LC-029405(b)

| INTEREST | | | INTEREST | | |
|--------------------|---|------------|----------|--|------------|
| TYPE | NAME & ADDRESS | % INTEREST | TYPE | NAME & ADDRESS | % INTEREST |
| Working | Conoco Inc. 10 Desta Dr., Ste 100W Midland, TX 79705 | 83.31500 | * | Maurine Taubman Trust | 0.09366 |
| Royalty | Minerals Management Service P. O. Box 5810 Denver, CO 80217-5810 | 5.30000 | * | Louis Taubman Trust | 0.03465 |
| Production Payment | Everett D. Moran Trustee/Buffalo Oil Company 5001 N. Pennsylvania, Ste 202 Oklahoma City, OK 73112 | 4.38500 | * | Robert M. Taubman Trust | 0.93117 |
| Override | * Henrik Perry Taubman Trust | 0.85687 | * | Claudia Paulette Taubman Trust | 0.01218 |
| | * Adina Taubman Trust | 0.22908 | * | Hilary Lu Taubman Trust | 0.01218 |
| | * Morris B. Taubman Trust | 1.36483 | * | Sara Katherine Taubman Trust | 0.01225 |
| | * Janice L. Taubman Trust | 0.01428 | * | Rebecca Melanie Taubman Trust | 0.01218 |
| | * Richard J. Taubman Trust | 0.06923 | * | Andrea Taubman Quijano Trust | 0.01225 |
| | * Anne C. Taubman Trust | 0.06923 | * | Johathan Zachary Trust | 0.04886 |
| | * National Bank of Tulsa | 0.94335 | * | Rosalie Taubman Trust | 0.79678 |
| | * Deborah Anne Taubman Trust | 0.01218 | * | Kaaren Paula Shalom Trust | 0.04886 |
| | * Barbara Taubman Trust | 0.02450 | | TOTAL | 100.00000 |
| | * Mary Saxon Taubman Trust | 0.01218 | ** | Taubman Trusts Administered by: Everett D. Moran Trustee/Taubman Trusts 5001 N. Pennsylvania, Ste 202 | |
| | * Louis Tabman Trust | 1.28544 | | | |
| | * Herman P. Taubman Trust | 0.01015 | | | |
| | * Lawrence Nathan Taubman T | 0.09366 | | | |

ELVIS LEASE NO. LC-060329

| INTEREST TYPE | NAME & ADDRESS | % INTEREST |
|---------------|--|------------|
| Working | Conoco Inc. 10 Desta Dr., Ste 100W Midland, TX 79705 | 87.70000 |
| Royalty | Minerals Management Service P. O. Box 5810 Denver, CO 80217-5810 | 5.30000 |
| Override * | Henrik Perry Taubman Trust | 0.85687 |
| | * Adina Taubman Trust | 0.22908 |
| | * Morris B. Taubman Trust | 1.36483 |
| | * Janice L. Taubman Trust | 0.01428 |
| | * Richard J. Taubman Trust | 0.06923 |
| | * Anne C. Taubman Trust | 0.06923 |
| | * National Bank of Tulsa | 0.94335 |
| | * Deborah Anne Taubman Trust | 0.01218 |
| | * Barbara Taubman Trust | 0.02450 |
| | * Mary Saxon Taubman Turst | 0.01218 |
| | * Louis Tabman Trust | 1.28544 |
| | * Herman P. Taubman Trust | 0.01015 |
| | * Lawrence Nathan Taubman T | 0.09366 |
| | * Maurine Taubman Trust | 0.09366 |
| | * Louis Taubman Trust | 0.03465 |

| INTEREST TYPE | NAME & ADDRESS | % INTEREST |
|---------------|-------------------------------|------------------|
| * | Robert M. Taubman Trust | 0.93117 |
| * | Robert M. Taubman Trust | 0.01218 |
| * | Hilary Lu Taubman Trust | 0.01218 |
| * | Sara katherine Taubman Trust | 0.01225 |
| * | Rebecca Melanie Taubman Trust | 0.01218 |
| * | Andrea Taubman Quijano Trust | 0.01225 |
| * | Johathan Zachary Trust | 0.04886 |
| * | Rosalie Taubman Trust | 0.79678 |
| * | Kaaren Paula Shalom Trust | 0.04886 |
| | TOTAL | 100.00000 |

** Taubman Trusts Administered by:
Everett D. Moran
Trustee/Taubman Trusts
5001 N. Pennsylvania, Ste 202
Oklahoma City, OK 73112

P 497 374 203

US Postal Service
Receipt for Certified Mail

Everett D. Moran
 Trustee/Buffalo Oil Co.
 5001 N. Pennsylvania, Ste 202
 Oklahoma City OK 73112

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

PS Form 3800, April 1995

P 497 374 204

US Postal Service
Receipt for Certified Mail

Everett D. Moran
 Trustee/Taubman Trusts
 5001 N. Pennsylvania, Ste 202
 Oklahoma City OK 73112

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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US Postal Service
Receipt for Certified Mail

Mineral Management Service
 PO Box 5810
 Denver CO 80217-5810

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 206

US Postal Service
Receipt for Certified Mail

Margaret Austin
 24992 Nellie Gail Rd
 Launa Hills CA 92653-5822

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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US Postal Service
Receipt for Certified Mail

Henry W. Beardsley
 Attn. C. Moore
 PO Box 40062
 Jacksonville FL 32203-0062

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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US Postal Service
Receipt for Certified Mail

Mary E. Baish-Westin
 513 Powell Ave
 Cresson PA 16630-1314

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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US Postal Service
Receipt for Certified Mail

Nancy Carter
 Teresa Laggner Conservator
 PO Box 386
 Lemon Grove CA 92946-0386

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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US Postal Service
Receipt for Certified Mail

Karen Elizabeth Charles
 220 Hudson Ave
 Altoona PA 16602-4914

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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US Postal Service
Receipt for Certified Mail

Stamford Hospital
 Treasurers Office
 PO Box 9317
 Stamford CT 06904-9317

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 212
US Postal Service
Receipt for Certified Mail
Southwest Royalties
Institutional Fund (VIII-BL P)
PO Box 970613
Dallas TX 75397-0613

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 213
US Postal Service
Receipt for Certified Mail
Anne Marie K Elliott
PO Box 161
Dorset VT 05251-0161

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 214
US Postal Service
Receipt for Certified Mail
Norwalk Hospital
24 Stevens St.
Norwalk CT 06850-3813

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 215
US Postal Service
Receipt for Certified Mail
C. Louis Renaud
PO Box 10015
Midland TX 79702-7015

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 216
US Postal Service
Receipt for Certified Mail
Betty B. Strohmeier Estate
James Strohmeier, Rep.
5311 E. 5th
Tuscon AZ 85711-2331

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 217
US Postal Service
Receipt for Certified Mail
Margaret Masters
47 Oakwood Dr.
Wormleysburg PA 17043-1134

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 218
US Postal Service
Receipt for Certified Mail
Katherine Mary Scott
809 Sheridan St
Altoona PA 16602-5440

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 219
US Postal Service
Receipt for Certified Mail
Lucy McCarley
4463 Springmoor Cr.
Raleigh NC 27615-5707

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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P 497 374 220
US Postal Service
Receipt for Certified Mail
Brown University
Investment Office
Box C
Providence RI 02912-0001

| | |
|---|---------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date | 9/30/97 |

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US Postal Service
Receipt for Certified Mail

William Lawrence King, Jr.
Revocable Trust DTD
PO Box 278
Dorset VT 05251-0278

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| | |
|---|-----------|
| Postage | \$ |
| Certified Fee | |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ |
| Postmark or Date 9/30/97 | |