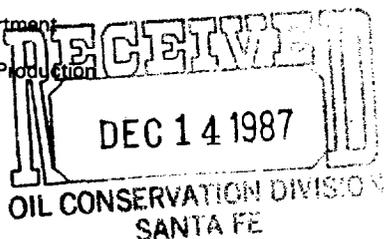




R. E. Irelan
Division Manager
Production Department
Hobbs Division
North American Production

Conoco Inc.
P.O. Box 460
726 East Michigan
Hobbs, NM 88240
(505) 393-4141



December 2, 1987

Mr. William LeMay
State of New Mexico
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504-2088

Dear Mr. LeMay:

Conoco Inc. respectfully requests an amendment to Commingling Order CTB-332, dated November 5, 1987. We wish to include the production from the Dagger Draw No. 1, 660' FNL and 660' FWL, Section 30, T-19S, R-25E. This well also produces from the North Dagger Draw Upper Penn pool.

The quality of this crude is identical and commingling will not reduce the commercial value. Also, oil production will be metered at each well using positive displacement temperature compensated metering equipment and production will be allocated back to each lease based on meter volumes.

In addition Conoco requests approval for off-lease storage for the following wells which will be producing into this commingled battery.

Dagger Draw No. 1	D-30-19S-25E
Dagger Draw No. 5	B-30-19S-25E
Dagger Draw No. 8	J-30-19S-25E

This battery will be located at the Dagger Draw No. 4, Unit L, Section 19, T-19S, R-25E.

Your early consideration of these requests would be appreciated. Should you have any questions concerning this matter please contact Ceal Yarbrough at the above address.

Yours very truly,

COY:jd
cc: BLM-Carlsbad



R. E. Irelen
Division Manager
Production Department
Hobbs Division
North American Production

Conoco Inc.
P.O. Box 460
726 East Michigan
Hobbs, NM 88240
(505) 393-4141

December 2, 1987

Mr. Richard L. Manus
Bureau of Land Management
P. O. Box 1778
Carlsbad, NM 88220

Dear Mr. Manus:

By the attached copy of our application to the New Mexico Oil Conservation Division, we are requesting your approval of our proposed amendment to the commingling order.

BIM authorized the original commingling order on February 26, 1985, and the first amendment was submitted to your office on September 25, 1987.

If you have any questions, please contact Ceal Yarbrough at ext. 125 of this office.

Yours very truly,

A handwritten signature in cursive script, appearing to read "R. E. Irelen" with a date "12/2" written below it.

COY:jd
cc: NMOCD-Santa Fe

PIPING LEGEND

- CIRCULATING
- VAPOR RECOVERY
- AIR SUPPLY
- 3 PHASE FLOWING
- WATER
- OIL
- GAS

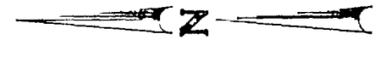
THIS FACILITY IS IN COMPLIANCE WITH CONOCO INC. MIDLAND DIVISION SITE SECURITY PLAN. MIDLAND, TEXAS 79705
 PLAN LOCATED AT CONOCO INC. OFFICE 10 DEXTRA DRIVE WEST

- VALVE LEGEND POSITION/MODE**
1. CLOSED/SALE
 2. OPEN/SALE
 3. CLOSED/PRODUCTION
 4. OPEN/PRODUCTION

REVISIONS

NO.	DESCRIPTION	DATE	BY
1	REVISE BTRV		
2	ADDED V.R.U./W.P.		
3	CHECKED BY: R.H.		
4	APPROVED BY: R.H.		

DATE NOV. 23, 1987 ESP NA
 DRAWING NO. 1987-1199-2525
 DAGER DRAM COM BTRY
 EDDY COUNTY, NEW MEXICO
 UNIT L-19-199-2525
 FED LEASE NO. HO6-1047



--- DENOTES BURIED LINES

