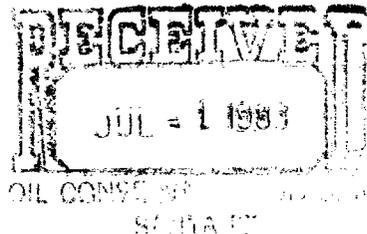




## Southland Royalty Company

June 22, 1983

New Mexico Oil Conservation Commission  
P. O. Box 2088  
Santa Fe, New Mexico 87501



Attention: Richard L. Stamets

Re: Southland Royalty Company  
Commingling Permit CTB-228  
Dale H. Parke "B" Tr. B Lease  
Eddy County, New Mexico  
Federal Lease No. NM 0384575

Dear Sirs:

Southland Royalty Company respectfully requests administrative approval of an amendment to Administrative Order CTB-228 to permit the surface commingling of Grayburg-Jackson Pool production from its Federal Lease No. NM 0384575 covering the SW 1/4 SW 1/4 and the NE 1/4 SW 1/4 of Section 15, Township 17 South, Range 30 East, Eddy County, New Mexico with the Grayburg-Jackson Pool production which was heretofore specified in Administrative Order CTB-228.

Southland Royalty Company is the operator of the Dale H. Parke "B" Tr. B Lease and has a 100% working interest in the wells on the lease. The only royalty owner under Federal Lease NM 0384575 is the Federal Government with 12 1/2% interest. There are no overriding royalty owners. The leases which are currently being commingled under Administrative Order CTB-228 have identical overriding royalty owners. We propose to surface commingle all Grayburg-Jackson Pool production via a common tank battery, as shown by Exhibit "A" and to allocate production to the individual leases through periodic well tests. We believe that the use of a common tank battery will promote conservation and should prevent waste. We therefore request an exception to Rule 309-A by an amendment to Administrative Order CTB-228.

Yours very truly,

K. W. Harbin  
District Production Manager

DDR/slh

Attachments

LARGE FORMAT  
EXHIBIT HAS  
BEEN REMOVED  
AND IS LOCATED  
IN THE NEXT FILE