STATE LAND OFFICE

Refer Reply to: Oil & Gas Royalty Div.

August 22, 1958

Phillips Petroleum Company P. O. Box 2105 Hobbs, N. M.

Gentlemen:

Permission is hereby granted to commingle production from the following described acreage:

State Lease E-3434, New Mexico "B", NE/4 of Section 22 - 17S - 33E, Lea County, New Mexico and Lease B-2148., Leamex, NW/4 and S/2 of Section 23-17S-33E, Lea County, New Mexico.

All this acreage is committed to one beneficiary institution, that being Common Schools.

Very truly yours,

MURRAY E. MORGAN Commissioner of Public Lands By:

/s/Ted Bilberry

Ted Bilberry, Supervisor Oil and Gas Division

TB:BT:mb: j

cc: Oil Conservation Commission

SHELL OIL COMPANY

P. O. Box 845 Roswell, N. M.

August 15, 1958

Subject: Exception to N.M.O.C.C. Rule 309

Phillips Petroleum Company P. O. Box 2105 Hobbs, N. M.

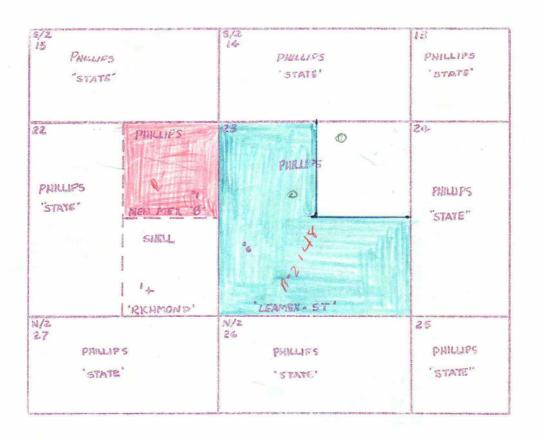
Attention: Mr. W. C. Rodgers

Gentlemen:

This is to advise you that Shell Oil Company has no objection to your proposal to produce wells in the NE/4 of Section 22-17S-33E and wells in Section 23-17S-33E into a common tank battery. This waiver of objection is given under the condition that all wells to be produced into the proposed central battery are within the vertical and horizontal units of a single oil pool.

Very truly yours,

P. A. Dennie Division Manager



CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION

TELEGRAM

(29)

SYMBOLS

DL=Day Letter

NL=Night Letter

LT=International

The filing time shown in the date line on domestic telegrams is STANDARD TIME at point of origin. Time of receipt is STANDARD TIME at point of destination

AS AN EXCEPTION TO RULE 309 (A) TO PERMIT OFF LEASE STORAGE AT OUR PRESENTLY CONSTRUCTED TANK BATTERY SITE BUT WITHOUT COMINGLEING=

PHILLIPS PETROLEUM CO W C ROGERS BOX 2105 HOBBS NMEX

Called Frosty Morgan & said no on

|==CTB #31 9 1958 309 (A) E3434 B2148 B#1 #31 309 (A)=

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE

CLASS OF SERVICE

This is a fast message unless its deferred character is indicated by the proper symbol.

WESTERN UNION

TELEGRAM

1201

SYMBOLS

DL=Day Letter

NL=Night Letter

LT=International Letter Telegram

The filing time shown in the date line on domestic telegrams is STANDARD TIME at point of pright. Time of receipe te STANDARD TIME at point of destination

LA 143 SSG 181

1950 DEG 5 FH 3 1950 DEC 5 PM 2 48

L HBA 073 PD=HOBBS NMEX 5 224PMM=

A L PORTER JR=

SECRETARY DIRECTOR NEW MEXICO OIL CONSERVATION

COMMISSION SANTA FE NMEX=

ADMINISTRATIVE ORDER CTB #31 DATED SEPTEMBER 9 1958

AUTHORIZED AN EXCEPTION TO RULE 309 (A) TO PERMIT

COMINGLEING OF PRODUCTION FROM STATE LEASES E3434 AND

B2148 IN THE LEAMEX PENNSYLVANIAN POOL INTO A SINGLE

TANK BATTERY THE PENNSYLVANIAN ZONE IN OUR NEW MEX B#1

HAS NOW BEEN PROVED NON-COMMERCIAL BUT THE WOLF CAMP ZONE

INDICATES POSSIBLITY OF COMMERCIAL PRODUCTION. PLEASE.

ADVISE IF EXCEPTION GRANTED BY ORDER CTB #31 WOULD SURFICE

THE COMPANY WILL APPRECIATE SUGGESTIONS FROM ITS PATRONS CONCERNING ITS SERVICE