



May 1, 1996

3

New Mexico Oil Conservation Division  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505

Attn: Mr. David Catanach  
Engineer, New Mexico Oil Conservation Division

RE: OFF-LEASE STORAGE AND SURFACE COMMINGLING ORDER AMENDMENT  
New Mexico N, O, Q, & BA Battery (OCD Commingling Order PLC-100)  
(Formerly New Mexico N, O, Q, & BA battery)  
Vacuum Abo North, Vacuum Upper Penn, Vacuum Wolfcamp  
Vacuum Drinkard, Wildcat Atoka Pools  
Ltr O, Sec. 25, T-17-S, R-34-E (Battery Location)  
Lea County, New Mexico

David:

This letter is in response to your letter dated April 12, 1996, requesting additional information concerning the Texaco's proposed amendment on the above off-lease storage and surface commingling order. The New Mexico Oil Conversation Division gave its approval to the initial application on April 22, 1993 in Commingling Order PLC-100.

All of the interest ownership between all the wells/pools/leases is common with Texaco having 100% of the working interest in all of the wells proposed to produce into this battery. Due to a change in plans, the New Mexico L State #18 well will not be producing into this facility. TEPI proposes to change the name of the battery to the New Mexico N, O, Q, & BA Battery. For your information, the following are attached:

1. Acreage dedication plats for each of the wells proposed to be commingled in this battery.
2. Map showing the boundaries of each the four concerned leases.
3. Additional producing rates for New Mexico "O" State #38. This well is currently the only Atoka completion.
4. Copy of New Mexico State Land Department's approval of the proposal, pending NMOCD approval.

If you have any additional questions concerning this proposal, please contact me at 397-0418 or 393-7191. Thank you for your assistance in this matter.

Sincerely,

Monte C. Duncan  
Engineer's Assistant

/mcd

Chrono; Attachments