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New Mexico Oil Conservation Division
Department of Energy and Minerals
State of New Mexico
P.O. Box 2088
Santa Fe, NM 87501

Attention: Mr. Joe D. Ramey

Gentlemen:

Application for Permission to Surface Commingle Production from the
Sanderson A, No. 12, Section 14, T-20S, R-36E, Lea County, New Mexico

Conoco Inc. requests administrative approval under the provisions of Rule 303-B to surface commingle Eumont Yates 7 Rivers Queen production from Sanderson A, No. 12 with Eunice-Monument (G-SA) production from wells on the same lease. Production will be commingled at a common tank battery located SE/4 NW/4, Section 14, T-20S, R-36E, Lea County, New Mexico. In 1967, commingling of the pools at this battery was approved under Order No. R-663.

Ownership and working interest for all zones is common. Quality of the crude is virtually identical and commingling will not reduce the commercial value.

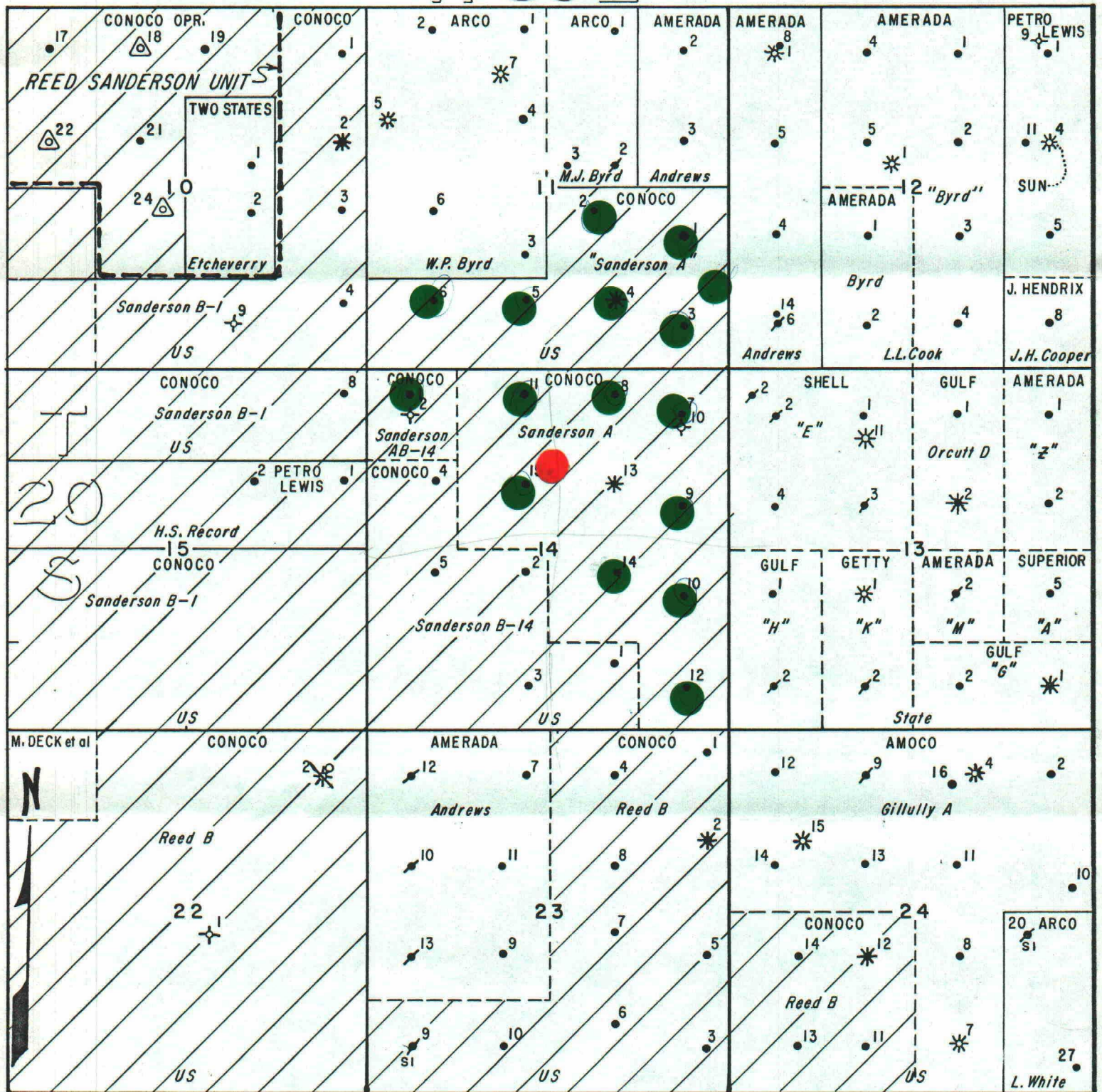
The Sanderson A, No. 12 is currently producing an average of 12 barrels per day of 31.3° gravity crude valued at \$32.70 per barrel. The Eunice-Monument zone for the lease produces approximately 207 barrels per day of 33.1° gravity crude valued at \$32.97 per barrel.

A lease and battery plat are attached for your review and file. Production will be allocated on the basis of well tests.

Yours very truly,

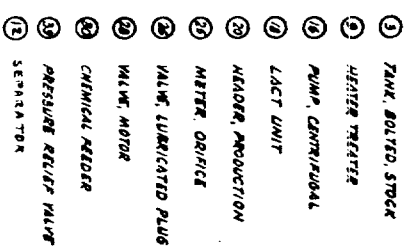
RLM:bep
Enclosures

R 36 E



● SANDERSON A/AB-14
BATTERY

● WELLS SERVED BY
BATTERY



MOBBS DIVISION

DRAWING NO.

7B-37