

NEW YORK OFFICE  
630 FIFTH AVENUE  
NEW YORK 20, N. Y.  
CIRCLE 6-9300

OIL PARTICIPATIONS  
INCORPORATED  
SAN JACINTO BUILDING  
HOUSTON 2, TEXAS

TELEPHONE  
ATWOOD 9461

March 24, 1958

*file*  
*Austral*  
*Case file*  
*41413*

New Mexico Oil Conservation Commission  
125 Mabry Hall, Capitol Building  
Santa Fe, New Mexico

Attention: Mr. William J. Cooley, General Counsel

Re: East Townsend Area (DB 56-4)  
Lea County, New Mexico  
Austral Lease Nos. 03.31 and 03.28  
W. M. Snyder "C" and "B" Leases

Gentlemen:

Austral Oil Exploration Company Incorporated, Houston, Texas, acting as General Operating Agent for Oil Participations Incorporated, has made application for an exception to New Mexico Oil Conservation Commission Rule 309(a) so as to commingle production from the W. M. Snyder "B" lease (covering Lots 9, 10, 15, 16 and SE/4 Section 6) and "C" lease (covering Lots 1, 7 and 8, Section 6 and Lot 5, Section 5) all in Township 16 South, Range 36 East, Lea County, New Mexico.

This letter confirms to you that Oil Participations Incorporated is the record owner of the working interest under each of the above leases and that the working interest percentage is the same under said leases. Oil Participations Incorporated, as working interest owner, consents to the application of Austral for permission to commingle the Townsend-Wolfcamp production from said leases.

Very truly yours,

OIL PARTICIPATIONS INCORPORATED

By *Robert S. Moehlman*  
Robert S. Moehlman  
Vice President

EHD:bp

OIL CONSERVATION COMMISSION  
SANTA FE, N. M.  
*Austral*  
1413