



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

LJS 10/18

GARREY CARRUTHERS
GOVERNOR

October 10, 1988

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Texaco USA
P.O. Box 728
Hobbs, New Mexico 88240

Attention: J. A. Schaffer 10/18

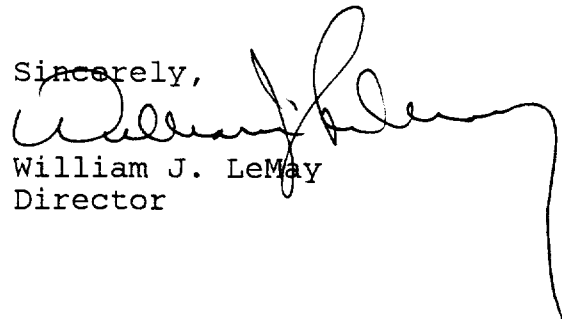
Re: Surface Commingling Request
State "P" Lease

Dear Sir:

Reference is made to your request dated August 11, 1988, whereby you requested authorization to surface commingle Lovington-Grayburg San Andres and Lovington-Abo Pool production from your State "P" Lease located in Section 32, Township 16 South, Range 37 East, NMPM, Lea County, New Mexico. It is our understanding however, that the ownership is not common among the two subject pools, and as such, does not qualify for administrative approval in accordance with Division Rule No. 303 (B). We may, at your request, set the application for public hearing.

As per verbal request from Mr. Dan Westover on October 6, 1988, you are hereby authorized to temporarily commingle the production as described above for a period not to exceed 60 days. If you have any questions please contact Mr. David Catanach at (505) 827-5800.

Sincerely,


William J. LeMay
Director

xc: OCD-Hobbs

BEFORE EXAMINER CATANACH	
OIL CONSERVATION DIVISION	
TEXACO	EXHIBIT NO. 5
CASE NO.	9551