June 8, 1984

Bureau of Land Management is approximately 3400'. No pump is required to move the produced fluids from 25-1 to 24-1 as discharge pressure and gravity drainage should provide sufficient energy. The 25-1 location is at a higher elevation. The two subject leases are both owned 100% by Getty Oil Company. Oil will be allocated by a monthly production test. This test will consist of shutting in one producer and gauging the oil and water tanks along with an individual gas meter reading. This procedure will also be followed for the other well. If at a later time a third well is added, a separate test system will be considered. No federal royalties will be reduced through approval of this application. We feel, that due to the close proximity of the two wells and leases and the large capital expenditure for an additional facility, a single tank battery would be the most prudent and economical method of operations for the subject leases. Your consideration in this matter is greatly appreciated. If further information is needed or a question needs answering, please contact Mr. James Micikas at (505) Very truly yours, 397-1723. GETTY OIL COMPANY

A I & Land 5. S.

Dale R. Crockett Area Superintendent

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JIM/cb JM/cb Attachments cc: Mr. L.R. Hall-Midland