

Getty Oil Company Attention: Mr. Dale R. Crockett P.O. Box 730 Hobbs, New Mexico 88240

Gentlemen:

Your application, dated June 8, 1984, for permission to surface commingle and off lease storage of production from the D. D. Federal 24 lease No. NM-56220 with production from the D. D. Federal 25 lease No. NM-58024 and stored in facilities to be located in the SE4SE4, sec. 24, T. 19 S., R. 24 E., Eddy County, New Mexico, lease No. NM-56220, is hereby approved.

As a condition of approval, you are required to test each well for a minimum of twenty-four (24) hours once per month. Any wells or leases proposed to be added to the approved by the Area Manager in Carlsbad prior to their being included in the facility. Any waterflood operations you contemplate in the future must be conducted pursuant to either an approved lease line agreement or a secondary recovery unit agreement, as appropriate.

This approval should not be construed as granting any right-of-way or construction rights not granted by the leaseline instrument. Such approval must be obtained from the surface managing agencies concerned.

Please notify the Area Manager in Carlsbad when this action is initiated.

Sincerely yours,

S/Richard Bastin

Ascostate

District Manager

cc: CRA

NMOCD-Artesia NM-56220 w/Copy of Application NM-58024 w/Copy of Application

DGlass: sds