

50 YEARS



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

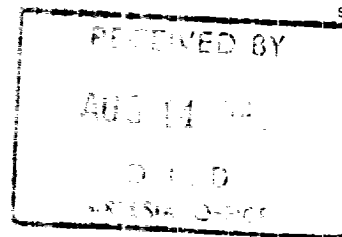
August 12, 1985



1935 - 1985

TONY ANAYA
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800



Baruch - Foster Corporation
1160 One Energy Square
4925 Greenville Avenue
Dallas, Texas 75206

Attention: J. F. Ellenbracht

Re: Gas Commingling
Little Jewel No. 1 Well
Section 31, T-22S, R-27E
Eddy County, New Mexico

Dear Sir:

Your application to surface commingle the gas production from the above mentioned well has been reviewed. Insofar as the interest is common for both zones, and there will be no reduction in value as a result of commingling, and both zones are marginal producers, and the costs associated with producing the well will be reduced, thereby extending the economic life of the well;

You are hereby authorized to surface commingle the gas production from the South Carlsbad Morrow and Strawn Pools from the above referenced well. This production shall be run through a separator and a sales meter located in the SW/4 of Section 31, and further, the production allocation shall be determined by a well test to be conducted bi-annually and reported to this office.

It is the responsibility of the operator to notify the transporter of the commingling authority.

Sincerely,

R. L. STAMETS
Director

RLS/DC/et

xc: Oil Conservation Division - Artesia