

**EXXON** COMPANY, U.S.A.

POST OFFICE BOX 1600 • MIDLAND, TEXAS 79702-1600

PRODUCTION DEPARTMENT  
SOUTHWEST/ROCKY MOUNTAIN DIVISION

592  
January 20, 1986

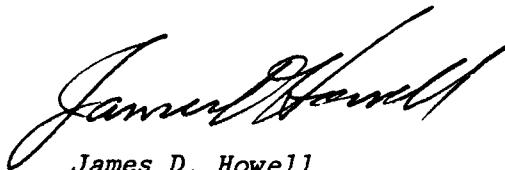
Downhole Commingling of  
N.M. "V" State #1  
Lea County, New Mexico

Southland Royalty Company  
21 Desta Dr.  
Midland, TX 79705

Gentlemen:

Aztec Energy Corporation has informed us that Southland Royalty Company now holds what were their leases offsetting our N. M. "V" State Lease in Lea County, New Mexico. By copy of our previously submitted applications, we are informing you as an offset operator of our proposal to downhole commingle production in the captioned well.

Yours truly,



James D. Howell

JDH:djc

Certified Mail

c: w/o Attachment  
Mr. David Catanach  
New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, NM 87501

District I  
New Mexico Oil Conservation Division  
P. O. Box 1980  
Hobbs, NM 88240