OIL CONSERVATION COMMISSION P. G. BOX 871

SANTA FE, NEW MEXICO

01B-H

Hay 27, 1957

Allen & Fair Operating, Inc. P. C. Box 689
Tyler, Texas

Re: Exception to Rule 309 (a)

Attention: Er. Gus Armold

Gentlemen:

aeference is made to your application for administrative approval for exception to hale 309 (a) in the loco Hills Pool.

It is understood that the exception to Rule 309 (a) is to be ascribed to your State "C" lesse known as State Lease No. B-6058-20 and has well No. I completed on it, which is a 40 acre lease described as the NE/4 NW/4 of Section 2, and your State lease known as State Lease No. B-6570-16 and has Well No. 2-A completed on it, which is a 40 acre lease described as the SE/4 NW/4 of Section 2, both leases are in Township 18 South, Hange 29 East, Loco-Hills Pool, Eddy County, New Yexico.

By authority granted me under provisions of nule 309, Section (b) - 4 and 5, of the New Mexico Statewide Rules and Regulations, you are hereby authorized to operate a central tank battery on the above described acreage as an exception to hule 309 (a).

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

cc: Cil Conservation Commission, Artesia, New Mexico New Mexico State Land Office (Royalty),Santa Fe, N. Mex. Texas-New Mexico Fipeline Co., Loco Hills, N. Mex. DIE CONSERVATION DOMMISSION raxa.a.a DOIXEM NOW IT A MAS

N. Arg

5