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AMERADA HESS CORPORATION

October 29, 1971

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OIL CONSERVATION COMM.

DRAWER 817 SEMINOLE, TEXAS 79360 915-758-5805

New Mexico Oil Conservation Commission P.O. Box 2088 Santa Fe, New Mexico 87501

Attention: Mr. Dan Nutter

Re: Order No. PC-427

State DA Lease

Dear Mr. Nutter:

The application for commingling approval for Amerada's State DA lease, dated September 16, 1971, contained a schematic diagram of the proposed installation which erroneously included a meter for the combined Drinkard-Blinebry Oil Stream. Since the production from both the Drinkard and Blinebry pools is less than top allowable and the royalty interest is common for each pool, we feel the meter is not necessary.

As you suggested in our conversation earlier today, I am submitting a corrected schematic diagram and we request that Order No. PC-427 be amended to provide for metering production from the Tubb gas pool and allocating the Drinkard and Blinebry production on the basis of quarterly well tests.

Thank you for your help in this matter.

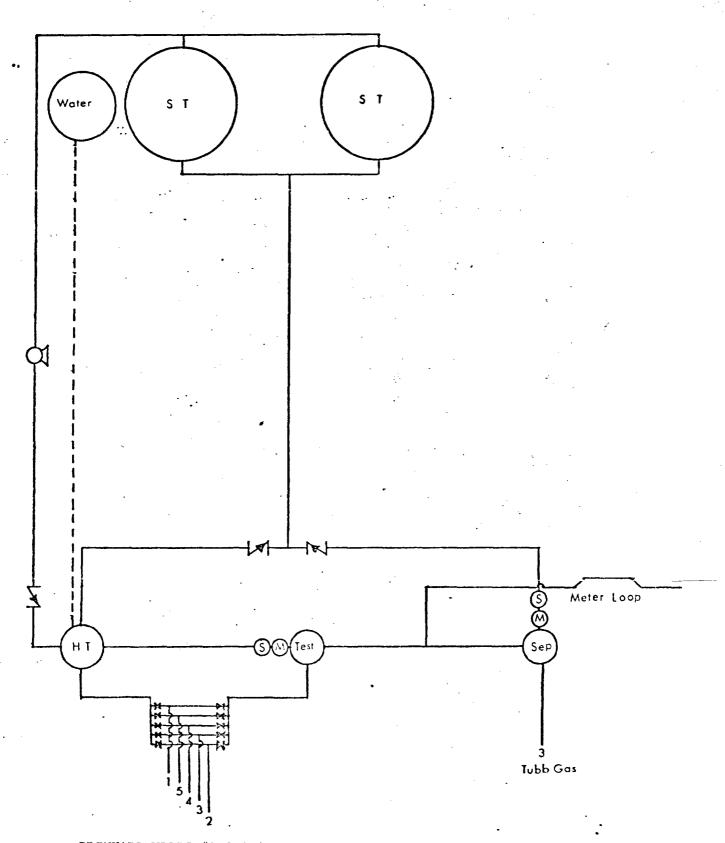
Yours very truly,

R. R. Fragier

R. R. Frazier

RRF/dr

AMERADA HESS CORP.
MONUMENT FIELD
STATE D A
PROPOSED BATTERY



DRINKARD WELLS #1,2,3,4 BLINEBRY WELLS #5