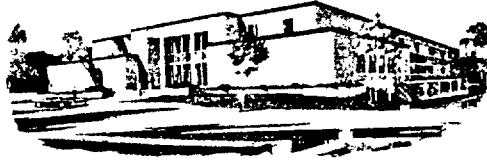


State of New Mexico



SLO REF NO. OG-636

W.R. HUMPHRIES
COMMISSIONER

Commissioner of Public Lands

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

January 6, 1988

Amerada Hess Corporation
ATTENTION: Mr. Eric Haas
P. O. Drawer "D"
Monument, New Mexico 88265

Re: Surface Commingling State
Lease No. B-10141-1, State EC "C"
Lease, W/2NE/4 Section 11-12S-32E
Lea County, New Mexico

Gentlemen:

Reference is made to your application dated December 7, 1987, wherein you have requested approval for Surface Commingling the production from the Caprock Devonian and the Wolfcamp pools on the State EC "C" Well Nos. 1 and 2, located in the W/2NE/4 Section 11, Township 12 South, Range 32 East, Lea County, New Mexico.

Since ownership is common throughout and it appears that there will be no loss of revenue to the State of New Mexico through your proposed operation, you are hereby given approval to the above request. Any deviation from your proposed request will be reason to rescind our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please remit a filing fee in the amount of Thirty (\$30.00) Dollars.

Very truly yours,

WILLIAM R. HUMPHRIES
COMMISSIONER OF PUBLIC LANDS

BY: *Floyd O. Prando*
FLOYD O. PRANDO, Director
Oil and Gas Division
(505) 827-5744

WRH/FOP/pm
encls

cc: OCD-Santa Fe, New Mexico
TRD-Santa Fe, New Mexico
B-10141-1