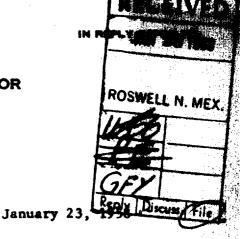


UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY

P. O. Box 6721 Roswell, New Mexico



Shell Oil Company P. O. Box 845 Roswell, New Mexico

Attention: Mr. W. E. Owen

Gentlemen:

Your letter of December 19, 1957, requests our approval of the use of certain facilities for the measurement of oil produced and sold from oil and gas leases New Mexico 06407-B and Las Cruces 060398 in the West Henshaw field, Eddy County, New Mexico. You propose to meter continuously the total fluid production from each lease with individual metering separators prior to being commingled in a common tank battery for pipeline shipment.

No objection is offered to the method that you propose for measuring and selling oil from the leases, provided, that approval is obtained from the New Mexico Oil Conservation Commission for proration purposes.

Very truly yours,

Acting Oil and Gas Supervisor

OIL CONSERVATION COMMISSION SANTA, FE, NEW MEXICO

EXHIBIT No.

CASE ____

R-1137