

# STATE LAND OFFICE

HOBBS OFFICE OCC

*Santa Fe, New Mexico*  
1958 SEP 10 PM 4:29



Oil and Gas Division

MURRAY E. MORGAN  
COMMISSIONER OF PUBLIC LANDS

July 21, 1958

Whaley Company, Incorporated  
Continental Life Building  
Fort Worth 2, Texas

ATTENTION: WILLIAM D. MORRIS

Dear Mr. Morris:

In reply to your letter of July 16, relative to royalty for Oil and Gas Lease No. E-7516, we understand the situation of the production of 28 barrels of oil from testing the well in the NE $\frac{1}{4}$  of the NE $\frac{1}{4}$  of Section 36, T-12S, R-31E. Due to the fact that the acreage wherein the well is located, belongs to the Common Schools of New Mexico, as well as the well located in the SW $\frac{1}{4}$  of the NE $\frac{1}{4}$  of Section 2, T-14S, R-31E, it is satisfactory to commingle the oil received from Well No. 1, with the oil being produced and delivered to the tank battery at Well No. 2. Of course, you will please make due-explanation of this additional recovery upon your reports of production.

It is true, that you are a "little bit late" in making this inquiry or seeking information relative to this matter. It is perfectly satisfactory in this case but in the future, will you please make inquiry or ask permission to commingle oil from various wells before doing so.

It has been quite sometime since we have heard from you and we wish to convey our best personal regards.

Very truly yours,

MURRAY E. MORGAN  
Commissioner of Public Lands

By:

*Ted Bilberry*  
Ted Bilberry

Supervisor Oil and Gas Division

TB/yds