THE TEXAS COMPANY TEXACO PETROLEUM PRODUCIO

CRUDE OIL PURCHASES AND SALES DIVISION (DOMESTIC) J. C. EDWARDS, MANAGER W. L. EWELL, ASSISTANT MANAGER

P O. BOX 2332 HOUSTON 1. TEXAS

January 22, 1959

157-32 New Mexico State Lease No. E-7516 Chaves County, New Mexico

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

Attention: William D. Morris

Gentlemen:

Referring to your letter of January 15, 1959 and previous correspondence in regard to the completion of your number 1 well located in the NE/4 of the NE/4 of Section 36, T-12-S, R-31-E, Chaves County, New Mexico and your desire to transport the oil at your own expense to the tank battery at well number 2 which is located in the SW/4 of the NE/4 of Section 2, T-14-S, R-31-E, Chaves County, New Mexico.

It is noted that you have secured permission from the New Mexico State Land Office, Oil and Gas Division, to commingle the production and as soon as you have received similar authority from the Oil Conservation Commission, we shall be glad to purchase the commingled production from wells 1 and 2.

> Yours very truly, M. A Exidence DIVISION ORDER AND TITLE SECTION

JFS:ALB

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