

MAY 1 9 2003

OIL CONSERVATION DIVISION

COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org



PATRICK H. LYONS COMMISSIONER

State of New Mexico Commissioner of Public Lands

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

May 16, 2003

Mewbourne Oil Company P.O. Box 7698 Tyler, Texas 75711

Attn:

Ms. Janet Burns

Re:

Downhole Commingling Application

Rocky 16 State Well No. 1

Unit Letter M, Section 16-16S-35E

Shoe Bar; Atoka and Lea; Mississippian Pools

Lea County, New Mexico

Dear Ms. Burns:

This office is in receipt of your application of May 7, 2003, requesting our approval to downhole commingle the production from the above subject well from the Shoe Bar; Atoka and Lea; Mississippian Pools in Lea County, New Mexico.

It is our understanding that production from the subject well will be allocated as follows:

<u>POOL</u>	ALLOCATION	
Shoe Bar; Atoka	<u>Oil %</u> 75 %	Gas % 63 %
Lea; Mississippian	25 %	37 %
	100	100

Since it appears that there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for downhole commingling the production from the above-mentioned well is hereby approved. Any deviation from the substance of your request will be sufficient grounds for rescinding our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Your filing fee in the amount of \$30.00 has been received.

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Also, please submit a copy of the Oil Conservation Division's approval order.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS

COMMISSIONER OF PUBLIC LANDS

JAMI BAILEY, Director

Oil, Gas and Minerals Division

(505) 827-5744

PL/JB/cpm Enclosure

xc: Reader File

OCD-Santa Fe-Attention: David Catanach