



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

DHC-3145
RECEIVED

MAY 22 2003

OIL CONSERVATION
DIVISION
COMMISSIONER'S OFFICE
Phone (505) 827-5760
Fax (505) 827-5766
www.nmstatelands.org

May 19, 2003

Yates Petroleum Corporation
105 South 4th Street
Artesia, New Mexico 88210-2118

Attn: Mr. Sam Brandon

Re: Application for Downhole Commingling
Roger BAQ State Com Well No. 1
Unit Letter H, Section 22-11S-35E
Atoka Wildcat, Morrow Wildcat and Mississippian Wildcat Pools
Lea County, New Mexico

Dear Mr. Brandon:

Your application to downhole commingle the production from within the wellbore of the above-captioned well was received on April 29, 2003. Your application requests our approval to downhole commingle the Atoka Wildcat, Morrow Wildcat and Mississippian Wildcat production within the wellbore of the Roger BAQ State Com Well No. 1 located in Unit Letter H, Section 22-11S-35E, Lea County, New Mexico.

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

<u>POOL</u>	<u>ALLOCATION</u>	
	<u>Oil%</u>	<u>Gas%</u>
Atoka Wildcat	0%	6%
Morrow Wildcat	50%	55%
Mississippian Wildcat	50%	39%
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	100%	100%

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and 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 \$30.00 filing fee has been received.

Yates Petroleum Corporation
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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

BY: 

For JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

PL/JB/cpm

Enclosure

xc: Reader File

OCD--Attention: David Catanach