State of New Mexico ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



February 21, 1995

Terry D. Gottberg Merit Energy Company 12222 Merit Drive, Suite 1500 Dallas, Texas 75251

Dear Mr. Gottberg:

Reference is made to your recent request to downhole commingle production in 29 wells in your Jicarilla Lease, and the resulting order. My staff has reviewed your request and found 6 of the wells to meet all the criteria for such administrative approval. However, information on the remaining 23 wells did not contain sufficient bottom hole pressure data to satisfy this criteria.

If my staff may be of assistance in this matter, please contact Ben Stone at (505)827-8186.

Very-truly yours

William J. LeM

Director

WJL/BES

Oil Conservation Division - Aztec cc:

DHC-1095

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830

> Park and Recreation Division P.O. Box 1147 87504-1147 827-7465

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Office of the Secretary 827-5950

Administrative Services 827-5925

Energy Conservation & Management 827-5900

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Oil Conservation

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