

DHC-2988



**COMMISSIONER'S OFFICE**  
Phone (505) 827-5760  
Fax (505) 827-5766

**ADMINISTRATION**  
Phone (505) 827-5700  
Fax (505) 827-5853

**GENERAL COUNSEL**  
Phone (505) 827-5713  
Fax (505) 827-4262

**PUBLIC AFFAIRS**  
Phone (505) 827-1245  
Fax (505) 827-5766

**COMMERCIAL RESOURCES**  
Phone (505) 827-5724  
Fax (505) 827-6157

**MINERAL RESOURCES**  
Phone (505) 827-5744  
Fax (505) 827-4739

**ROYALTY MANAGEMENT**  
Phone (505) 827-5772  
Fax (505) 827-4739

**SURFACE RESOURCES**  
Phone (505) 827-5793  
Fax (505) 827-5711

**New Mexico State Land Office**  
**Commissioner of Public Lands**  
**Ray Powell, M.S., D.V.M.**

February 4, 2002

Yates Petroleum Corporation  
105 South 4<sup>th</sup> Street  
Artesia, New Mexico 88210-2118

Attn: Mr. James W. Pringle

Re: Application for Downhole Commingling  
Witz "VN" State Well No. 2  
Unit Letter A, Section 26-09S-26E  
Foor Ranch (Wolfcamp) and Foor Ranch (Cisco) Pools  
Chaves County, New Mexico

Dear Mr. Pringle:

Your application to downhole commingle the production from within the wellbore of the above-captioned well was received on January 23, 2001. Your application requests our approval to downhole commingle the Foor Ranch (Wolfcamp) and Foor Ranch (Cisco) production within the wellbore of the Witz "VN" State Well No. 2 located in Unit Letter A, Section 26-09S-26E, Chaves 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>
Foor Ranch (Wolfcamp)	0%	39%
Foor Ranch (Cisco)	0%	61%
	-----	-----
	0%	100%

Since it appears that 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.

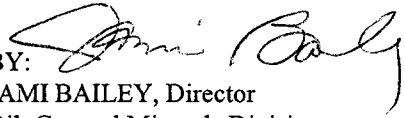
Yates Petroleum Corporation  
February 4, 2002  
Page 2

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

Very truly yours,

RAY POWELL, M.S., D.V.M.  
COMMISSIONER OF PUBLIC LANDS

BY:

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

RP/JB/cpm

Enclosure

xc: Reader File

~~OCD--Attention: David Catanach~~