

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210 TELEPHONE (505) 748-1471

FAX

TO: <u>Will Jones</u>	FROM: <u>Sam Brandon</u>
FAX:_ <u>505-476-3462</u>	DATE: 9/13/07
RE: <u>Carper McAlester #2</u>	PAGES: 2including this page.

NOTES: I think I know what the problem was. I gave the incorrect API number. It should be 30-025-29500. The well is the Number 2, located in Unit A of 25-11S-34E, Lea County. The remainder of the information is correct. Let me know if I need to resubmit the whole enchilada again.

Sam Brandon 505-748-4281



State of New Mexico Commissioner of Public Lands 310 OLD SANTA FE TRAIL

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

August 27, 2007

PATRICK H. LYONS

COMMISSIONER

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

Attn: Mr. Sam Brandon

Re: Downhole Commingling Application Carper McAlester ATE State Well No. 2 Unit Letter C Section 25-11S-34E API No. 30-025-20388 Eight Mile Draw Abo and Eight Mile Draw Permo-Penn Gas Pools Lea County, New Mexico

Dear Mr. Brandon:

Thank you for your application to downhole commingle the Eight Mile Draw Abo and Eight Mile Draw Permo-Penn Gas Pools from the referenced well in Lea County, New Mexico.

Since it appears that all the New Mexico Oil Conservation's (OCD) 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 application is approved. Any deviation from the substance of your application will be cause for rescinding our approval, and approval is subject to like approval by the OCD.

Please submit a copy of the OCD's approval order as soon as possible.

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

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

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JAMI BAILEY, Director Oil, Gas and Minerals Division PL/JB/jm Enclosure xc: Reader File

OCD--David Catanach,

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COMMISSIONER'S OFFICE

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