

November 30, 2007

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New Mexico State Land Office Oil, Gas & Minerals Division P. O. Box 1148 Santa Fe, NM 87504-1148

Attn: Ms. Jamie Bailey

Re: C-107A Downhole Commingling Application Dime State #1 <u>Township 18 South, Range 28 East, NMPM</u> Sec. 30: Unit J Eddy County, New Mexico

Dear Ms. Bailey:

Enclosed is the \$30.00 application fee and copy of the Form C-107A Application for Downhole Commingling that we submitted to the NMOCD for the Dime State #1 well located in Eddy County.

We are seeking approval to downhole commingle the Atoka, Strawn and Canyon zones to extend the economic life of the well and maximize the financial benefit to the State of New Mexico.

If you have any questions, please call me at 505-748-3303.

Sincerely,

Brian Collins

Brian Collins Petroleum Engineer

BC/dlw enclosures