OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

April 30, 1996

Case 11538

Yates Petroleum Corporation 104 South Fourth Street Artesia, New Mexico 88210

Attn: Rusty Klein

Re: Application for Surface Commingling (Central Tank Battery) - Livingston Ridge Area

Dear Ms. Klein:

Reference is made to your recent application to commingle production from several wells, leases and pools in your Livingston Ridge Area operations. Due to the vast number of wells and subsequent production involved in the application, the Division hereby requests that the matter be brought to examiner hearing.

Please inform engineering and legal personnel on your staff of the matter. Notice of docket and hearing date will be sent as soon as the applicable docket is prepared.

If you have any questions, please call Division attorney, Rand Carroll at (505)827-8156.

Very truly yours,

Benjamin E. Stone

P.E. Specialist

/BES

cc:

Florene Davidson

file