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DHC-3163

JUN 23 2003

Oil Conservation Division



PATRICK H. LYONS
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

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COMMISSIONER'S OFFICE
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June 20, 2003

Yates Petroleum Corporation
105 South 4th Street
Artesia, New Mexico 88210-2118

Attn: Mr. James W. Pringle

Re: Application for Downhole Commingling
Harvest ABR State Well No. 4
Unit Letter K, Section 36-09S-24E
Pecos Slope Abo and Foor Ranch Wolfcamp 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 June 18, 2003. Your application requests our approval to downhole commingle the Pecos Slope Abo and Foor Ranch Wolfcamp production within the wellbore of the Harvest ABR State Well No. 4 located in Unit Letter K, Section 36-09S-24E, 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>
Pecos Slope Abo	0%	80%
Foor Ranch Wolfcamp	0%	20%
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	0%	100%

Since it appears that all 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
June 20, 2003
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Please submit a copy of the Oil Conservation Division's approval order.

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

BY: 

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

PL/JB/cpm
Enclosure
xc: Reader File

~~OCD--Attention:--David Catanach--~~