

## STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

POST OFFICE BOX 2088

(505) 827-5800

STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87501

September 4, 1986

Lynx Petroleum Consultants, Inc. P. O. Box 1666 Hobbs, New Mexico 88241

Attn: Gary W. Fonay

Surface Commingling Re:

State CP Lease

Lea County, New Mexico

Dear Sir:

Reference is made to your request dated August 15, 1986 for authorization to surface commingle the oil production from two different pools on your State CP Lease located in Section 1, Township 18 South, Range 33 East, NMPM, Lea County, New Mexico. I have received a recommendation from our Hobbs district office that the application not be approved until improvements in your operation are made. I am therefore delaying approval of your application until any problems that our district office has with your operation are cleared up.

Please contact Mr. Jerry Sexton, the supervisor of our Hobbs office to determine what improvements may need to be conducted. Please advise me after such time as these improvements are concluded, so that we may proceed to process your application.

Sincerely,

David R. Catanach Petroleum Engineer

DRC/et

Oil Conservation Division - Hobbs

G.10.86 Recid cold from J Sexton Recid cold from Jewel up.