



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

March 22, 1989

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

American Exploration Company
2100 Republic Bank Center
700 Louisiana
Houston, Texas 77002

Attention: Marty McClanahan

Re: GPS Federal Well No. 1

Dear Mr. McClanahan:

We have received your recent application for an amendment to Division Order No. DHC-78, which order authorized the downhole commingling of Blinebry and Wantz Abo Pool production within the wellbore of the GPS Federal Well No. 1 located in Section 6, Township 22 South, Range 38 East, NMPM, Lea County, New Mexico. It is our understanding that you now wish to also commingle the Drinkard zone within the wellbore. Please be advised that the application cannot be approved as submitted. For your information, I am enclosing a copy of Division Rule No. 303 (C)(2) which outlines the information that is required when filing such an application. Please submit the required information at which time your application can be properly evaluated. If you should have any questions please contact me at (505) 827-5800.

Sincerely,

A handwritten signature in cursive script that reads "David Catanach".

David Catanach
Engineer

xc: OCD-Hobbs