STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

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

July 11, 1991

Petroleum Production Management, Inc. P.O. Box 957 Crossroads, New Mexico 88114

Attention: Gary T. Cothran

Dear Mr. Cothran:

I have again reviewed your recent application to downhole commingle Wolfcamp and Upper Penn production within the State "19" Well No. 1 located in Section 19, Township 13 South, Range 33 East, NMPM, Lea County, New Mexico. I appreciate your opinion on the subject of notification of offset operators, however, your application will not be approved until such operators have been notified.

Sincerely,

David Catanach Engineer