

COMMERCIAL RESOURCES (505)-827-5724

SURFACE RESOURCES (505)-827-5795

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State of New Mexico Commissioner of Public Lands

Ray Powell, M.S., D.V.M. 310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Phone (505)-827-5760, Fax (505)-827-5766 PUBLIC AFFAIRS (505)-827-5765

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> LEGAL (505)-827-5713

PLANNING (505)-827-5752

May 10, 1999

ARCO Permian P.O. Box 1610 Midland, Texas 79702-1610

Attn:

Ms. Elizabeth A. Casbeer

Re:

Downhole Commingling Application Washington State "33" Well No. 26 Unit Letter N, Section 33-17S-28E

Artesia Queen-Grayburg-San Andres and Artesia Glorieta-Yeso Pools

Eddy County, New Mexico

Dear Ms. Casbeer:

Your application to downhole commingle the Artesia Queen-Grayburg-San Andres and Artesia Glorieta-Yeso production from within the wellbore of the above-captioned well was received on April 16, 1999.

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 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 dollar filing fee has been received.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

BY: JAMI BAILEY, Director

Oil, Gas and Minerals Division

(505) 827-5744

RP/JB/cpm Enclosure

xc: Reader File

OCD-Attention: David Catanach? Ben Stone

BLM