

COMMISSIONER'S OFFICE

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COMMERCIAL RESOURCES

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SURFACE RESOURCES

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**New Mexico State Land Office
Commissioner of Public Lands
Ray Powell, M.S., D.V.M.**

July 31, 2001

Marbob Energy Corporation
P.O. Box 227
Artesia, New Mexico 88211-0227

Attn: Mr. Dean Chumbley

Re: Application for Downhole Commingling
"D" State Well No. 7
Unit Letter C, Section 35-17S-28E
Artesia Queen-Grayburg-San Andres and Artesia Glorieta-Yeso Pools
Eddy County, New Mexico

Dear Mr. Chumbley:

The New Mexico Oil Conservation Division has advised this office that Marbob Energy Corporation has applied to downhole commingle the production from the "D" State Well No. 7. Marbob Energy Corporation proposes to commingle the production from the Artesia Queen-Grayburg-San Andres and Artesia Glorieta-Yeso Pools.

Pursuant to State Land Office Rule No. 1.053, 1.054 and 1.055, please submit an application to this office for our approval together with the data recommended on the attached commingling pre-application form. The filing fee for a commingling application is \$30.00.

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: *Anthony H. Neal*
JAMI BAILEY, Director
Oil/Gas and Minerals Division
(505) 827-5744

RP/JB/cpm
Enclosure
xc: Reader File

OCD--Attention: David Catanach