

REULIVED

PATRICK H. LYONS **COMMISSIONER**

State of New Mexico 2008 OCT 9 COMMISSIONER'S OFFICE Commissioner of Public Lands

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October 7, 2008

Mack Energy Corporation P.O. Box 960 Artesia, New Mexico 88211-0960

Attn:

Mr. Jerry W. Sherrell

Re:

Downhole Commingling Application and Measurement of Production

B Lee State Well No. 4 (API # 30-025-03095)

Unit Letter L, Section 07-18S-35E

Vacuum; Grayburg San Andres and Vacuum; Blinebry Pools

Lea County, New Mexico

Dear Mr. Sherrell:

Thank you for your application to downhole commingle the Vacuum; Grayburg San Andres and Vacuum; Blinebry pools in Lea County, New Mexico.

Since it appears that all the New Mexico Oil Conservation's (OCD) 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 application is approved. Any deviation from the substance of your application will be cause for rescinding our approval, and approval is subject to like approval by the OCD.

Please submit a filing fee in the amount of \$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,

PATRICK H. LYONS

COMMISSIONER OF PUBLIC LANDS

JAMI BAILEY, Director

Oil, Gas and Minerals Division

PL/JB/jm Enclosure

xc: Reader File

OCD-Ed Martin,

-State Land Office Beneficiaries -