

LAND CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. DRAWER DD - ARTESIA

88210

LAND COMMISSIONER
PHIL R. LUCERO



STATE GEOLOGIST
EMERY C. ARNOLD

DIRECTOR
JOE D. RAMEY

April 7, 1978

Yates Petroleum Corporation
207 South 4th Street
Artesia, NM 88210

Artesia District Office
Administrative Order No. DHC II-8

Gentlemen:

In accordance with the provisions of Commission Order No. R-5460 approval is hereby granted for the downhole commingling of the Permo-Penn and Morrow zones within the well-bore of your Federal CR #1-M. Section 29, T-17S, R-25E.

Allocation of production from the well shall be on the following basis:

Eagle Creek Permo-Penn-75% of the gas & 86% of the Condensate.
Richard Knob Atoka-Morrow-25% of the gas & 14% of the Condensate.

Pursuant to said Order No. R-5460, the commingling authority granted by this order may be rescinded by the Secretary Director if, in his opinion, waste or reservoir damage is resulting thereby, or if any change in conditions render the installation no longer eligible for downhole commingling.

Sincerely yours,

W. A. Gressett
W. A. Gressett
Supervisor, District II

WAG:ro

XC: OCC Santa Fe, NM
Attn: Mr. Staments
Transporters TWP & NCO