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-7-A

Gantlemen:

In accordance with the provisions of Commission Order No.R-5460 approval is hereby granted for the downhole commingling of the Strawn and Atoka-Morrows zones within the well-bore of your Federal GC Com. #1-P, Section 32, T-17S, R-25E.

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

Eagle Creek Strawn Gas Pool-22% of the gas - no Condensate. Richard Knob Atoka-Morrow Gas Pool-78% of the gas -100% of the Condensate.

Pursuant to said Order No.5460, the commingling authority granted by this order may be rescinded by the Secretary Director if, in his opinion, waste or reservoir damage is resulting thereby, or if any change of conditions render the installation no longer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

Sincerely yours,

W.a. Susset

W. A. Gressett Supervisor, District II

WAG:ro

Xc: OCC Santa Fe, NM Attn: Mr. Stamets Transporters TWP & NCO