STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

GOVERMUR

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January 23, 1979

P.O. DRAWER DD APTECIA, NEW MEXICO 88210 (505) 745-4961

NICK FRANKLIN SECRETATIY

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

> > Artesia District Office Administrative Order No. DHC HI-12

Gentlemen:

In accordance with the provisions of Commission Order No. 2-5460 approval is hereby granted for the downhole commingling of the Permo Penn, Strawn, Atoka and Morrow zones within the well-bore of your Federal "GC" Com #1-P, 32-17-25.

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

Eagle Creek Permo Penn82% of the Gas & 100% of the CondensateEagle Creek Strawn4% of the GasRichard Knob Atoka Morrow14% of the Gas

Pursuant to said Order No. R-5460, the commingling authority granted by this order may be rescinded by the Secretary Director if, in his opinion, waste or reservoir damage is resulting thereby, or if any change of conditions render the installation no longer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

Sincerely yours,

W, a, Sugest

W. A. Gressett Supervisor, District II

WAG:jw Xc: OCD Santa Fe, NM Attn: Mr. Stamets Transporters NCO & TWP