



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco St. - 1st
Santa Fe, New Mexico 87505
(505) 827-7131

June 1, 1998

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

Attention: Mr. Ray Stall

Re: Administrative Downhole
Commingling Application
Martin "ARH" No. 1
Unit J, Section 27, T-17S, R-26E
Eddy County, New Mexico

Dear Mr. Stall:

Reference is made to your application dated April 28, 1998 for authorization to downhole commingle Upper Penn, Atoka and Morrow production within the subject well. Please be advised that the subject application does not qualify for administrative approval pursuant to Division Rule No. 303.C.(1)(b)(ii). I am therefore setting the application to hearing on the next available docket, June 25, 1998.

If you should have any questions, please contact me at (505) 827-8184.

Sincerely,

David Catanach
Engineer

xc: OCD-Artesia ✓
Lori Wrotenbery