FASKEN OIL AND RANCH, LTD.

303 WEST WALL AVENUE, SUITE 1800 MIDLAND, TEXAS 79701-5116 (915) 687-1777

October 19, 2000



The Oil Conservation Division Energy, Minerals, and Natural Resources Department 811 S. 1st Street Artesia, New Mexico 88210

> Re: Application to Downhole Commingle Eagle Creek Strawn Pool and East Eagle Creek Atoka-Morrow Pools Fasken Oil and Ranch, Ltd. - Operator Yates "6" Federal No. 3 1980' FNL & 1570' FWL Sec 6, T18S, R26E Eddy County, New Mexico

Dear Sirs:

Fasken Oil and Ranch, Ltd. requests administrative approval to downhole commingle Strawn and Morrow gas zones in its Yates "6" Federal No. 3 well located 1980' FNL & 1570' FWL Sec 6, T18S, R26E as allowed by special field rules of the Eagle Creek Strawn gas pool and East Eagle Creek Atoka-Morrow gas pool. The requirements for the application are as in Rule 2:

a. Operator:

Fasken Oil and Ranch, Ltd. 303 West Wall, Suite 1800 Midland, TX 79701-5116

b. Well:

Yates "6" Federal No. 3 1980' FNL & 1570' FWL Sec 6, T18S, R26E Eddy County, New Mexico

Pools:

Eagle Creek Strawn East Eagle Creek Atoka-Morrow

c. A plat of the area is attached showing dedicated acreage to be the W/2 Sec 6, T18S, R26E.

All offset operators to north, east and south are Yates Petroleum Corp.