



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

April 15, 2003

Lori Wrotenbery
Director

Oil Conservation Division

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

1090

Attention: Ms. Mayte Reyes

Re: Surface Commingling Application
Byers "ZV" Well No. 1
Section 8, T-8 South, R-26 East, NMPM,
Chaves County, New Mexico

Dear Ms. Reyes:

I have reviewed your recent application to surface commingle Rock School House-Wolfcamp and Pecos Slope-Abo Pool production from the above-described well. I have several questions concerning your application:

- (a) Is the Byers "ZV" Well No. 1 dually completed in the Pecos Slope-Abo and Rock School House-Wolfcamp Pools, or is the well downhole commingled in these pools?
- (b) How is the production from the Byers "ZV" Well No. 1 to be allocated between the Wolfcamp and Abo formations? (Please be advised that Division rules do not permit allocation between surface commingled pools based upon fixed percentages.)
- (c) Please identify the leases/and or proration units for each of the pools.

Please submit the required data, at which time your application will be processed.

Sincerely,

David Catanach
Engineer