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OIL CONSERVATION  
DIVISION  
COMMISSIONER'S OFFICE  
Phone (505) 827-5760  
Fax (505) 827-5766  
www.nmstatelands.org



PATRICK H. LYONS  
COMMISSIONER

*State of New Mexico*  
*Commissioner of Public Lands*

310 OLD SANTA FE TRAIL  
P.O. BOX 1148  
SANTA FE, NEW MEXICO 87504-1148

March 31, 2003

Yates Petroleum Corporation  
105 South 4<sup>th</sup> Street  
Artesia, New Mexico 88210

Attn: Mr. James M. Hill

Re: Application for Downhole Commingling  
Purple Gosling BBD State Well No. 1  
Unit Letter M, Section 2-16S-28E  
Wildcat Atoka and Diamond Mound Morrow Pools  
Eddy County, New Mexico

Dear Mr. Hill:

Your application to downhole commingle the Wildcat Atoka and Diamond Mound Morrow production from within the wellbore of the above-captioned well was received on March 31, 2003.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for downhole commingling is hereby approved. Any deviation from the substance of your request will be sufficient grounds for rescinding our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please submit a copy of the Oil Conservation Division's approval order.

Your \$30.00 filing fee has been received.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS  
COMMISSIONER OF PUBLIC LANDS

Handwritten signature of Jami Bailey in black ink.

BY:  
JAMI BAILEY, Director  
Oil, Gas and Minerals Division  
(505) 827-5744  
PL/JB/cpm  
Enclosure

xc: Reader File

←OCD=Attention: David Catanach→