State of New Mexico



FILE DHC -406

JIM BACA COMMISSIONER Commissioner of Public Lands July 6, 1983

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

W. A. Moncrief, Jr. 400 Metro Building Midland, Texas 79701

> Re: Application to downhole commingle from the Paddock and Upper Penn zones in Yates State Well No. 1 Unit G, Sec. 30-T16S-R37E Lea County, New Mexico

ATTENTION: Mr. Dewey E. Thornton

Gentlemen:

This office is in receipt of your application for Permission to Downhole commingle Production from the Paddock and Upper Penn zones in the above referenced well.

You are hereby granted approval to the above request. Any deviation from your proposed request will be reason to cancel our approval. This approval is subject to like approval by the New Mexico Oil Conservation Division.

Enclosed is an approved copy for your files.

Please remit a Ten (\$10.00) Dollar filing fee.

Very truly yours,

JIM BACA COMMISSIONER OF PUBLIC LANDS

BY: RAY D. GRAHAM, Director Oil and Gas Division AC 505/827-5744

JB/RDG/pm encls. cc: OCD-Santa Fe, New Mexico OGAC-Santa Fe, New Mexico State of New Mexico Oil and Gas Lease No. V-119