

COMMERCIAL RESOURCES (505)-827-5724

SURFACE RESOURCES (505)-827-5793

MINERAL RESOURCES (505)-827-5744

> ROYALTY (505)-827-5772

State of New Mexico Commissioner of Public Lands

Ray Powell, M.S., D.V.M. 310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Phone (505)-827-5760, Fax (505)-827-5766 PUBLIC AFFAIRS (505)-827-5765

ADMINISTRATIVE MQMT. (505)-827-5700

> LEGAL (505)-827-5713

PLANNING (505)-827-5752

May 14, 1997

Primal Energy Corporation 222 Pennbright, Suite 116 Houston, Texas 77090

Attn: Mr. John Abernethy

Re: Application for Downhole Commingling

Hale State Well No. 6

Unit Letter G, Section 2, 25S-37E

Justis Tubb-Drinkard and Justis-BlinebryMonument-Tubb Pools

Lea County, New Mexico

Dear Mr. Abernethy:

We have received a copy of the New Mexico Oil Conservation Division's Order #DHC-1501 which notifies this office of your application to downhole commingle the production from the above-captioned well.

Pursuant to State Land Office Rule Nos. 1.053, 1.054 and 1.055, please submit a copy of your commingling request to this office. Enclosed is a copy of or commingling rules and regulations. The filing fee for a commingling application is thirty (\$30.00) dollars.

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

Very truly yours,

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

JAMI BAILEY, Director

Oil, Gas and Minerals Division

(505) 827-5744

RP/JB/cpm Enclosure

cc: Reader File

OCD :