

COMMERCIAL RESOURCES (505)-827-5724

SURFACE RESOURCES (505)-827-5795

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 MOMT. (505)-827-5700

> LEGAL (505)-827-5713

PLANNING (505)-827-5752

October 19, 1999

Oxy USA Inc. P.O. Box 50250 Midland, Texas 79710-0250

Attn:

Mr. David Stewart

Re:

Application for Downhole Commingling

OXY Sparkplug State Well No. 1 Unit Letter N, Section 9-19S-29E

Turkey Track-Atoka and Turkey Track-Morrow Pools

Eddy County, New Mexico

Dear Mr. Stewart:

The New Mexico Oil Conservation Division has advised this office that OXY USA Inc. has applied to downhole commingle the production from the OXY Sparkplug State Well No. 1. Oxy USA Inc. proposes to commingle the production from the Turkey Track-Atoka and Turkey Track-Morrow Pools.

Pursuant to State Land Office Rule No. 1.053, 1.054 and 1.055, please submit an application to this office for our approval together with the data recommended on the attached commingling pre-application form. The filing fee for a commingling application is \$30.00.

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

BY:

JAMI BAILEY, Director Oil/Gas and Minerals Division

(505) 827-5744

RP/JB/cpm Enclosure

xc: Reader File

GOCD-Attention: David Catanach, Ben Stone