

DHC-2911

COMMISSIONER'S OFFICE
Phone (505) 827-5760
Fax (505) 827-5766



COMMERCIAL RESOURCES
Phone (505) 827-5724
Fax (505) 827-6157

ADMINISTRATION
Phone (505) 827-5700
Fax (505) 827-5853

MINERAL RESOURCES
Phone (505) 827-5744
Fax (505) 827-4739

GENERAL COUNSEL
Phone (505) 827-5713
Fax (505) 827-4262

ROYALTY MANAGEMENT
Phone (505) 827-5772
Fax (505) 827-4739

PUBLIC AFFAIRS
Phone (505) 827-1245
Fax (505) 827-5766

**New Mexico State Land Office
Commissioner of Public Lands
Ray Powell, M.S., D.V.M.**

SURFACE RESOURCES
Phone (505) 827-5793
Fax (505) 827-5711

June 5, 2001

McKay Oil Corporation
P.O. Box 2014
Roswell, New Mexico 88202

Attn: Mr. Bill J. Milstead

Re: Application for Downhole Commingling
Samedan State "16" Well No. 4
Unit Letter O, Section 16-07S-26E
Leslie Spring-Wolfcamp and Pecos Slope-Abo Pools
Eddy County, New Mexico

Dear Mr. Milstead:

The New Mexico Oil Conservation Division has advised this office that McKay Oil Corporation has applied to downhole commingle the production from the Samedan State "16" Well No. 4. McKay Oil Corporation proposes to commingle the production from the Leslie Spring-Wolfcamp and Pecos Slope-Abo 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

~~OCD-Attention: David Catanach~~