

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

DHC-3045
COMMERCIAL RESOURCES
Phone (505) 827-5724
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MINERAL RESOURCES
Phone (505) 827-5744
Fax (505) 827-4739

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

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

October 16, 2002

ChevronTexaco
15 Smith Road
Midland, Texas 79705

Attn: Ms. Carolyn J. Haynie

Re: Downhole Commingling Application
New Mexico "EA" State Well No. 2
Unit Letter B, Section 24-18S-37E
Wildcat Drinkard, Wildcat Tubb and Wildcat Abo Pools
Lea County, New Mexico

Dear Ms. Haynie:

Your application to downhole commingle the production from within the wellbore of the above-captioned well was received on September 12, 2002. Your application requests our approval to downhole commingle the Wildcat Drinkard, Wildcat Tubb and Wildcat Abo production within the wellbore of the New Mexico "EA" State Well No. 2 located in Unit Letter B, Section 24-18S-37E, Lea County, New Mexico.

It is our understanding that production from the subject well will be allocated as follows:

<u>POOL</u>	<u>ALLOCATION</u>	
	<u>Oil %</u>	<u>Gas %</u>
Wildcat Drinkard	29%	94%
Wildcat Tubb	1%	1%
Wildcat Abo	70%	5%
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	100%	100%

Since it appears that 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 the production from the above-mentioned well 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.

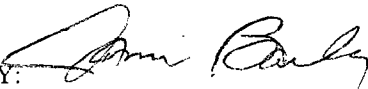
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Your filing fee in the amount of \$30.00 has been received.

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

Very truly yours,

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