It is our understanding that this location was selected to utilize an existing wellbore originally drilled to a deeper formation.

The encroachment in this case is internal to the unit. Accordingly, there are no "affected persons" who must be notified of this application.

Pursuant to Division Rule 104.F(2) the above-described non-standard location is hereby approved.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

Sincerely,

Mark E. Fesmire, P.E. Director

MEF/db

cc: New Mexico Oil Conservation Division - Artesia

## MEWBOURNE OIL COMPANY

P.O. BOX 7698
TYLER, TEXAS 75711
903 - 561-2900
FAX 903 - 561-1870

OCT 0 5 2007 OCD-ARTESIA

October 2, 2007

UPS NEXT DAY AIR #1Z F69 8E8 01 9890 5530

Mr. William Jones New Mexico Oil Conservation Division 1220 S. 81. Francis Drive Santa Fe, NM 87505

RE: Form C-107A

Springfield "29" State Com #1

Sec 29 T19S R28E Eddy Co., NM

Winchester; Atoka (Gas) and Millman; Morrow, South (Gas) Pools

Dear Mr. Jones:

Please find enclosed the following for the application to downhole commingle production from the Morrow and Atoka zones in the referenced well:

Form C-107A Attachments information Form C-102 for both zones Administrative Application Checklist

A copy of Form C-107A is being mailed today to the State Land Office. If you need further information, please call me at (903) 561-2900.

Yours truly,

Janet Burns Reg. Tech.

cc.

MMOCD - Artesia State Land Office

Hobbs Midland Allen Brinson Wayne Jones