



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONY ANAYA
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

June 27, 1985

Sun Exploration and
Production Company
P. O. Box 1861
Midland, Tx 79702-9970

Attention: Velma A. Reyes

RE: Administrative Order
PC-681

Dear Ms. Reyes,

It is our understanding that as a result of Division Order No. R-7829, your New Mexico "Z" State No. 1 well located in Unit Letter A, Section 12, T-19S, R-28E, East Millman Queen - Grayburg Pool, and your New Mexico "Z" State No. 2 well located in Unit Letter B, Section 12, T-19S, R -28E, North Millman San Andres Pool, both located in Eddy County, were reclassified into the East Millman Queen-Grayburg-San Andres Pool.

Since the producing horizons of these above mentioned wells are now considered by the Division to be a common source of supply, Administrative Order PC-681, which authorized surface commingling of the fluids produced by said wells, is no longer needed.

As per your request dated June 19, 1985, Administrative Order PC-681 is hereby rescinded.

Sincerely,

David Catanach
Petroleum Engineer

cc: Oil Conservation Division - Artesia
State Land Office - Santa Fe, Ray Graham