MEWBOURNE OIL COMPANY

P. O. BOX 7698 TYLER, TEXAS 75711 214 - 561-2900

October 16, 1987

ATTACHED DISTRIBUTION LIST:

Application for Downhole Commingling

Gulf-State #1

Re:

Section 36, T20S-R38E, Unit E Lea County, New Mexico

Gentlemen:

We have this date made application for downhole commingling the referenced well. The four zones we propose to commingle are the Blinebry, Tubb, Drinkard, and Abo. This application has been requested because the well will be uneconomical to operate unless the commingling is granted.

If you have no objection to the approval of the application, please sign two of the attached copies in the space provided at the bottom of this letter. Self-addressed, stamped envelopes have been enclosed for your convenience in mailing one copy to this office and one copy to the New Mexico Oil Conservation Commission in Santa Fe, New Mexico.

Thank you for your prompt attention in regard to this matter.

Very truly yours,

MEWBOURNE OIL COMPANY

Gay Yon Thompson

Engineering Operations

Enclosures

WAIVER:

We have no objection to approval of the above referenced application for downhole commingling.