



Aubrey Dunn
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

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March 26, 2015

LRE Operating, LLC
3104 N Sullivan Avenue
Farmington, NM 87401

Attn: Mr. Mike Pippin

Re: Downhole Commingling Application
Enron State #19 API #30-015-41833
Unit Letter "C" Section 32-17S-28E
Artesia:Glorieta-Yeso Pool (96830) and Artesia,Queen-Grayburg-San Andres Pool (3230)
Eddy County, New Mexico

Dear Mr. Pippin:

Thank you for your application to downhole commingle the Artesia:Glorieta-Yeso Pool (96830) and Artesia,Queen-Grayburg-San Andres Pool (3230) from the referenced well in Eddy County, New Mexico.

Since it appears that all the New Mexico Oil Conservation's (OCD) 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 application is approved. Any deviation from the substance of your application will be cause for rescinding our approval, and approval is subject to like approval by the OCD.

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,

AUBREY DUNN
COMMISSIONER OF PUBLIC LANDS

BY:

Terry Warnell, Director
Oil, Gas and Minerals Division
AD/TW/sk
Enclosure
xc: Reader File
OCD-Daniel Sanchez