



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

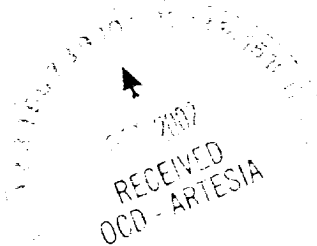
**GARY E. JOHNSON**

Governor  
**Betty Rivera**  
Cabinet Secretary

**Lori Wrotenbery**  
Director  
Oil Conservation Division

Date: October 7, 2002

Mr. James Pringle  
Yates Petroleum Corporation  
105 South Fourth Street  
Artesia, New Mexico, 88210



**Ref: Administrative Application for DHC Dallas AUE State Com Well No. 1**

This letter acknowledges the receipt of your administrative application dated August 15, 2002, for Down Hole Cor mingling in the Dallas AUE State Com Well No. 1 located in Unit I, Section 35, Township 9 South, Range 26 East, NMPM, Chaves County, New Mexico. The New Mexico Oil Conservation Division (OCD) received your application August 26 and received additional data from Cherry Matchus August 29, 2002.

On September 11, 2002, the OCD requested additional Ultimate Recovery estimates from offset wells in the zones to be commingled.

To date, we have not received the additional data and have exceeded our normally permitted time to process applications. With this letter, we are returning your application - unapproved.

For questions or concerns, please contact me in Santa Fe, at 505-476-3448.

Regards,

William V Jones Jr. PE

Cc: Oil Conservation Division – Artesia  
State Land Office – Santa Fe