STATE OF NEW MEXICO



ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION ARTESIA DISTRICT OFFICE

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY P.O. DRAWER DD ARTESIA, NEW MEXICO 88210 (50:)) 746-4861

June 6, 1979

Yates Petroleum Corporation 207 South 4th Street Artesia, NM

> Artesia District Office Administrative Order No. DHC II-13

Gentlemen:

In accordance with the provisions of Commission Order No. R-5460 approval is hereby granted for the downhole commingling of the Permo-Penn and Strawn zones within the well-bore of your Federal BZ Com. #12-K-21-17-25.

Allocation of production from the well shall be on the following basis:

Eagle Creek Permo-Penn 15% of the Gas & 15% of the Condensate Eagle Creek Strawn 85% of the Gas & 85% of the Condensate

Pursuant to said Order No. R-5460, the commingling authority granted by this order may be rescinded by the Secretary Director if, in his opinion, waste or reservoir damage is resulting thereby, or if any change of conditions render the installation no longer eligible for downhole commingling.

Sincerely yours,

W. A. Gressett

Supervisor, District II

Gressett

WAG: ar

Xc: OCC Santa Fe, NM

Attn: Mr. Stamets

Transporters TWP & NCO