

April 19, 2006

New Mexico State Land Office 2702-D N. Grimes Hobbs, NM 88240

Re:

New Mexico M State #50

API # 30-025-37354 Lea County, New Mexico

## Gentlemen:

Range Operating New Mexico, Inc. has recently recompleted the subject well and plans to downhole commingle the Blinebry Oil & Gas Pool (06660) and the Drinkard (19190). The appropriate paperwork has been filed with the OCD including the following:

(i) According to R-11363 established pre-approved pool & area

(ii) Pool Name:

Blinebry Oil & Gas (06660)

Drinkard (19190)

(iii)

5856 - 5948

6463 - 6570

(iv) Prod % Oil, Gas Wtr 83,42,83

17,58,17

- (v) The downhole commingling of oil, gas & wtr from the above fields will not reduce the value of the remaining production.
- (vi) Ownership in both pools is identical.
- (vii) This is a State well.

Should you have any questions or need further information please contact the undersigned.

Sincerely,

Paula Hale Sr. Reg. Sp.

Cc: New Mexico State Land Office 602 N. Canal St, Suite B Carlsbad, NM 88220

> New Mexico Conservation Division 1625 N. French Dr. Hobbs, New Mexico 88240

