



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

May 7, 1997

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

Attention: Mr. Morris Keith

Re: Morton Unit No. 1
Unit B, Section 5, T-15S, R-35E

Dear Mr. Keith:

Reference is made to the C-107-A filed on April 4, 1997, for the Morton Unit Well No. 1. Please be advised that the well does not qualify for administrative approval of downhole commingling pursuant to Rule 303(C)(1)(b)(ii). I am therefore returning your application.

Please advise if you would like to place the subject application on the next available Examiner docket.

Sincerely,

David Catanach
Engineer

xc: OCD-Hobbs ✓
Mr. William J. LeMay