State of New Mexico Dept. of Energy & Minerals

- 2 -

July 2, 1979

Commingled production from this well will be artificially lifted. It is recommended that 85% of the commingled oil and gas be assigned to the Skaggs (Drinkard) with 15% of the oil and gas assigned to the Weir Blinebry (East) in accordance with the well tests and decline curves.

Ownership of the two zones is common throughout. Commingling will not jeopardize the efficiency of any secondary recovery operations. All Offset Operators (list attached) have been notified of this application by copy of this letter.

Yours very truly,

TEXACO INC. PRODUCING DEPARTMENT-CENTRAL U. S.

V. Gannon M

**安. V. Gannon** *V* District Superintendent

CJT:JEB

Attachments

cc: Department of Energy and Minerals Oil Conservation Division P. O. Box 1980 Hobbs, New Mexico 88240

Offset Operators (List Attached)