

Petro-Lewis Tower 717 17th Street, P.O. Box 2250 Denver, Colorado 80201 303/620-1000

Oil and Gas Producers

June 24, 1982

Mr. Jerry Sexton New Mexico Oil Conservation Commission P. O. Box 1980 Hobbs, New Mexico 88240

Dear Mr. Sexton:

In response to your letter regarding our plans on the Art Yeager #1 in Lea County, New Mexico, we plan to produce the Blinebry isolated from the Drinkard and Abo zones by an RBP set at 6300'. We will then apply for a commingling permit and if granted permission will pull the RBP and downhole commingle these zones. This procedure was included in our C-101 which we submitted March 23, 1982. If anything further is needed please contact me.

Sincerely,

William D. Frieron

William D. Fulton Petroleum Engineer

WDF/amb

Form C-103 that we are holding without approval does not show that the RBP was set at 6300'. Therefore, please submit this information on another Form C-103. In addition, it will be necessary for you to submit Form C-104 for the Blinebry from which an allowable can be assigned.

Melba Carpenter

Melba Carpenter OC Staff Specialist $G/29/8\mathcal{R}$