

HANSON OIL CORPORATION

P. O. BOX 1515

ROSWELL, NEW MEXICO 88201

PHONE AC 505-622-7330

November 20, 1979

240-307

200-1/1/79

Mr. Joe D. Ramey
New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: MAX GUTMAN #2
Unit L, T.19S, R.38E
Lea County, New Mexico

Dear Mr. Ramey:

Your administrative approval is requested to permit down-hole commingling of marginal Drinkard and Paddock production, per Rule 303-C-2, on the above captioned well.

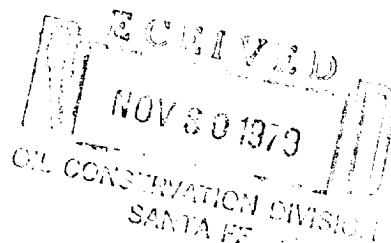
There is no evidence of fluid incompatibility and we do not expect any waste or reservoir damage due to down-hole commingling in the well bore. Ownership in the two pools in common, and correlative rights will not be violated. Down-hole commingling will allow the recovery of additional hydrocarbons from this well. Both zones will have to be pumped.

The subject well was drilled and completed in the Drinkard zone in December, 1966 and in the Paddock zone in July, 1966. Attached is a Well History Report of the Drinkard and Paddock zones.

Attached please find pertinent data regarding this application as outlined in Rule 303-C-2.

Yours very truly,

HANSON OIL CORPORATION



A. J. Deans
A. J. Deans
Vice-President, Drilling & Production

AJD/lrs

Attachments

EC 1280

EC 5.00
17

Bottom of 4510

Well produced 40 BOPD