

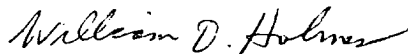
In the commingled completion, gas from both zones will be produced up the annulus and the oil will be pumped with the SN at  $\pm 7415$ . Total combined production following the commingling of both zones is estimated to be  $\pm 4$  BOPD, 1 BWPD, and 585 MCFD.

The Wantz Abo has yet to be commercially produced due to lack of a gathering line and gas contract. This problem should be cleared up by July 15th as gas sales contracts negotiations are nearly complete.

All ownership (W.I., Royalty and ORRI) in the wellbore is the same. Furthermore, commingling will not jeopardize any future secondary operations. Additional information as requested in Section 2 is attached.

By copy of this application, all offset operators are being notified of this application for downhole commingling. A list of the offset operators is attached for your information.

Sincerely,



William D. Holmes  
Midland Operations Superintendent  
(915) 682-1626

Attachment