SAMEDAN OIL CORPORATION

12600 NORTHBOROUGH, #250 HOUSTON, TEXAS 77067 (713) 876-6150 FAX (713) 876-6106

March 28, 1995

Kelton Operating PO Box 276 Andrews, Texas 79714

RE Down Hole Commingling

Sarah B Well #2

Unit K, Sec 12, T-23S, R-37E, Lea County

Cline Tubb (Assoc) Zone

Cline Lower Paddock/Blinebry Zone

This is to notify you as an offset operator of the Sarah B Well #1, that we are applying for administrative approval for down hole commingling of Tubb (Assoc) and Lower Paddock/Blinebry production in the above mentioned well.

If you have any questions please contact Gary Hendricks at (713) 876-6150. If you have no objections please sign and return the enclosed letter to the New Mexico Oil Conservation Commission in the self-addressed stamped envelope as soon as possible to expedite matters. Any objections must be filed with the Commission within 20 days of the date of this letter.

Thank you for your time and consideration in this matter.

Sincerely

Judy Throneberry

Division Production Clerk

attachments

xc: Oil Conservation Division

Santa Fe, NM

OFFICE