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**New Mexico State Land Office
Commissioner of Public Lands
Ray Powell, M.S., D.V.M.**

COMMERCIAL RESOURCES
Phone (505) 827-5724
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MINERAL RESOURCES
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ROYALTY MANAGEMENT
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Fax (505) 827-4739

SURFACE RESOURCES
Phone (505) 827-5793
Fax (505) 827-5711

March 4, 2002

Burlington Resources Oil & Gas Company
P.O. Box 4289
Farmington, New Mexico 87499

Attn: Ms. Peggy Cole

Re: Downhole Commingling Application
Johnston A Com A Well No. 2
Unit Letter B, Section 36-26N-06W
Basin Fruitland Coal and South Blanco Pictured Cliffs Pools
Rio Arriba County, New Mexico



39-06265

Dear Ms. Cole:

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Your application to downhole commingle the Basin Fruitland Coal and South Blanco Pictured Cliffs production from within the wellbore of the above-captioned well was received on February 11, 2002.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for downhole commingling is hereby approved. Any deviation from the substance of your request will be sufficient grounds for rescinding our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please submit your \$30.00 dollar filing fee.

Also, please submit a communitization agreement for the Fruitland Coal formation covering the E/2 of Section 36-26N-06W.

In addition, please submit a copy of the Oil Conservation Division's approval order.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

BY:
JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/JB/cpm
Enclosure
xc: Reader File

OCD--Attention: David Catanach