

*Hand C-104 Subject
to cancellation by
order May 1, 1994
Pending OHC Order @*
State and Fee (WC)
3162.3-2 (07327)

FEB. 02 1994

Mr. Glen O. Papp
Unocal Oil and Gas Division
3300 North Butler Avenue, Suite 200
Farmington, NM 87401

Dear Mr Papp:

Union Oil Company of California (UNOCAL) submitted an application for permission to downhole commingle production from the Dakota and Mesaverde formations from the following well:

No. 130 Rincon Unit
990' FNL, 990' FEL
Sec. 32, T. 27 N., R. 6 W.
Rio Arriba County, New Mexico

The referenced well was completed in May 1982 as a multiple completion in both the Mesaverde and Dakota formations. Reservoir conditions support downhole commingling of the two formations. Allocation factors submitted with the application were reviewed and found to be accurate.

GAS PRODUCTION 7% Mesaverde, 93% Dakota

OIL PRODUCTION 7% Mesaverde, 93% Dakota

Your Application to commingle is hereby approved as submitted effective December 30, 1993. Please follow New Mexico Oil Conservation Division (NMOCD) guidelines for reporting the allocated production on Form 3160.

If you have any questions regarding this approval, please contact Ray Hager at (505)-599-6366.

Sincerely,

Duane W. Spencer
Chief, Branch of Reservoir Management

CC:
MMS, RMP, MS-3240, Denver, CO
NMOCD, Santa Fe
NMOCD, Aztec

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OIL CON. DIV.
DIST. 3