

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office 1235 La Plata Highway Farmington, New Mexico 87401

IN RUPLY PEFER TO: NMSF078050 (WC) 3162.7 (07400)

March 9, 1998

Mr. Gary Brink Taurus Exploration USA, Inc. 2198 Bloomfield Highway Farmington, NM 87401

RE:

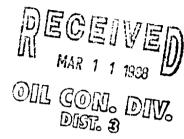
Downhole Commingling No.14 Turner Hughes

1783' FNL & 1090' FEL

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Sec. 4, T. 27 N., R. 9 W. San Juan County, NM

Dear Mr. Brink:



We have received your Application for Downhole Commingling of the Blanco Mesaverde and Basin Dakota formations in the above referenced well. After review, we hereby approve your application for downhole commingling and the submitted allocation factors. The effective date will be the date downhole commingling occurs. The approved allocation factors are:

Formation	GAS	OIL
Basin Dakota	30%	67%
Blanco Mesaverde	70%	33%

This approval is not for operational activities. Operational approval must be obtained by submitting a Notice of Intent Sundry Notice.

If you have any questions please contact Wayne Townsend with this office at (505) 599-6359.

Sincerely,

/S/ Duane W. Spencer

Duane Spencer Team Leader, Petroleum Management

CC:

NMOCD, Santa Fe NMOCD, Aztec Well File DOMR

07400::WTownsend:3/9/98