



State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

May 19, 2003

PATRICK H. LYONS

COMMISSIONER

COMMISSIONER'S OFFICE Phone (505) 827-5760 Fax (505) 827-5766 RE WWMMEstatements org

MAY 2 2 2003

OIL CONSERVATION DIVISION

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

Attn: Mr. L. Tom Loveland

Re: Downhole Commingling Application Huerfanito Unit Well No. 82 Unit Letter L, Section 25-27N-09W Otero Chacra, Blanco Mesaverde and Basin Dakota Pools San Juan County, New Mexico

Dear Mr. Loveland:

Your application to downhole commingle the Otero Chacra, Blanco Mesaverde and Basin Dakota production from within the wellbore of the above-captioned well was received on May 16, 2003.

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.

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,

PATRICK H. LYONS COMMISSIONER OF PUBLIC LANDS

BY: Unthong H.

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

PL/JB/cpm Enclosure xc: Reader File

OCD--Attention: David Catanach

"WORKING FOR EDUCATION"