

COMMERCIAL RESOURCES (505)-827-5724

SURFACE RESOURCES (505)-827-5795

MINERAL RESOURCES (505)-827-5744

> ROYALTY (505)-827-5772

State of New Mexico Commissioner of Public Lands

Ray Powell, M.S., D.V.M. 310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Phone (505)-827-5760, Fax (505)-827-5766 PUBLIC AFFAIRS (505)-827-5765

ADMINISTRATIVE MOMT. (505)-827-5700

LEGAL (505)-827-5713

PLANNING (505)-827-5752

November 30, 1998

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

Atten:

Mr. B. Wayne Fletcher

Re:

Application for Downhole Commingling San Juan 27-5 Unit Well No. 147M Unit Letter P, Section 36-27N-05W Blanco Mesaverde and Basin Dakota Pools

Rio Arriba County, New Mexico

Dear Mr. Fletcher:

Your application to downhole commingle the Blanco Mesaverde and Basin Dakota production from within the wellbore of the above-captioned well was received on October 30, 1998.

Since it appears that all the New Mexico Oil Conservation Division 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 and the Bureau of Land Management.

Please submit your \$30.00 dollar filing fee.

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

JAMI BAILEY, Director

Oil/Gas and Minerals Division

(505) 827-5744

RP/JB/cpm

Enclosure

xc: Reader File

OCD-Attention: David Catanach, Ben Stone