

DHC-2520



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, Suite A
Farmington, New Mexico 87401

IN REPLY REFER TO:
NMNM012737
3162.7 (07100)

March 15, 2000

Mr. John Roe
Dugan Production Corporation
P.O. Box 420
Farmington, NM 87499

RE: El Niño No. 6E
1850' FSL & 1850' FEL
Sec. 11, T. 26 N., R. 9 W.
San Juan County, NM



Dear Mr. Roe:

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

Blanco Mesaverde	79% OIL	74% GAS
Basin Dakota	21% OIL	26% GAS

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

Sincerely,

/s/ Charlie Beecham

Charlie Beecham
Acting Team Lead
Petroleum Management Team

cc: NMOCD, Santa Fe, NM }
NMOCD, Aztec, NM