

COMMISSIONER'S OFFICE

Phone (505) 827-5760

Fax (505) 827-5766

ADMINISTRATION

Phone (505) 827-5700

Fax (505) 827-5853

GENERAL COUNSEL

Phone (505) 827-5713

Fax (505) 827-4262

PUBLIC AFFAIRS

Phone (505) 827-1245

Fax (505) 827-5766



DHC-2848

COMMERCIAL RESOURCES

Phone (505) 827-5724

Fax (505) 827-6157

MINERAL RESOURCES

Phone (505) 827-5744

Fax (505) 827-4739

ROYALTY MANAGEMENT

Phone (505) 827-5772

Fax (505) 827-4739

SURFACE RESOURCES

Phone (505) 827-5793

Fax (505) 827-5711

New Mexico State Land Office

Commissioner of Public Lands

Ray Powell, M.S., D.V.M.

November 28, 2000

Caulkins Oil Company
P.O. Box 340
Bloomfield, New Mexico 87413

Attn: Mr. Robert L. Verquer

Re: Downhole Commingling Application
State "B" Com Well No. 233-E
Unit Letter K, Section 16-26N-06W
Mesaverde and Basin Dakota Pools
Rio Arriba County, New Mexico

Dear Mr. Verquer:

Your application to downhole commingle the production from within the wellbore of the above-captioned well was received on November 17, 2000. Your application requests our approval to downhole commingle the Mesaverde and Basin Dakota production within the wellbore of the State "B" Com Well No. 233-E located in Unit Letter K, Section 16-26N-06W, Rio Arriba County, New Mexico.

It is our understanding that production from the subject well will be allocated as follows:

<u>POOL</u>	<u>ALLOCATION</u>	
	<u>Oil%</u>	<u>Gas %</u>
Mesaverde	34%	29%
Basin Dakota	66%	71%
	-----	-----
	100%	100%

Since it appears that 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 the production from the above-mentioned well 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.

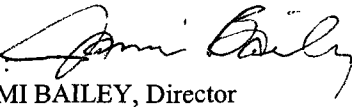
Please submit your filing fee in the amount of \$30.00.

Caulkins Oil Company
November 28, 2000
Page 2

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

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

RP/JB/cpm

Enclosure

xc: Reader File

OCD--Attention: David Catanach, Marc Ashley