



State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148

SANTA FE, NEW MEXICO 87504-1148

April 29, 1996

(505) 827-5760
FAX (505) 827-5766

RAY POWELL, M.S., D.V.M.
COMMISSIONER

Conoco Inc.
10 Desta Drive, Suite 100W
Midland, Texas 79705-4500

Attn: Mr. Jerry Hoover

Re: Downhole Commingling Application
Conoco's State A-2 Well No. 5, SW4SE4, Section 2-25S-37E
Lea County, New Mexico

Dear Mr. Hoover:

Your request for our approval of your application to downhole commingle the Justis-Blinebry Pool production with the Justis Tubb-Drinkard production, within the wellbore of the State A-2 Well No. 5, located in Unit Letter O, Section 2-25S-37E, was received on April 17, 1995.

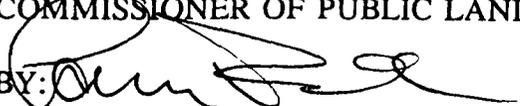
Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for downhole commingling is hereby approved. Any deviation from the 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.

Your filing fee in the amount of \$30.00 has been received.

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: 
LARRY KEHOE, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/LK/cpm

Enclosure

cc: Reader File B-2657-0 OCD--David Catanach, Ben Stone Commissioner's File

RESOURCE MANAGEMENT: COMMERCIAL (505)-827-5724, MINERALS (505)-827-5744, SURFACE (505)-827-5793, ROYALTY (505)-827-5772, ADMINISTRATIVE MANAGEMENT (505)-827-5700, COMMUNICATION & PUBLIC AFFAIRS (505)-827-5764, and GENERAL COUNSEL (505)-827-5713