



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenberg
Director
Oil Conservation Division

May 31, 2000

Conoco Inc.
P.O. Box 2197
Houston, Texas 77252

Attention: Ms. Deborah Marberry

Re: Form C-107-A
San Juan 28-7 Unit No. 53 & 59
Sections 28 & 29, T-28N, R-7W,
Rio Arriba County, New Mexico

Dear Ms. Marberry:

I have reviewed the applications to downhole commingle Basin-Fruitland Coal, Blanco-Pictured Cliffs and Blanco-Mesaverde Pool production within the subject wells. Before approving these applications, I am requesting additional detailed information regarding the procedure Conoco will utilize to complete and test the Basin-Fruitland Coal and Blanco-Pictured Cliffs Gas Pools within the wellbore prior to commingling.

If you should have any questions, please contact me at (505) 827-8184. Your applications will be processed upon receipt of the above requested information.

Sincerely,

David Catanach
Engineer

Xc: OCD-Aztec
Bureau of Land Management-Farmington

Catanach, David

From: Moore, Deborah[SMTP:Deborah.Moore@usa.conoco.com]
Sent: Tuesday, June 06, 2000 1:25 PM
To: Catanach, David
Subject: San Juan 28-7 Unit No. 53 & 59 Sec.28 & 29, T28N, R7W

David:

In response to your May 31, 2000 letter requesting "detailed information regarding the procedure we will utilize to complete and test the Basin-Fruitland Coal and Blanco-Pictured Cliffs Gas Pools within the wellbore prior to commingling." We will first assign the MV its current production via subtraction method to ensure the correlative rights of the MV owners are protected. Secondly, we will test each the FC and the PC as part of the recompletion program, utilizing essentially the same test procedure that we would use if we were completing the MV and the DK. By that I mean that each zone will be tested until a quasi-stable production rate is established, after the wellbore is cleaned out of frac sand, load water, etc.

If you need further information or if I need to send this response as a hard copy please let me know via e-mail or phone @ (281) 293-1005. Thank you for your time regarding this matter.

Debbie Marberry