



State of New Mexico

OFFICE OF THE

Commissioner of Public Lands

Santa Fe

JIM BACA
COMMISSIONER

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

September 28, 1992

Unocal Oil & Gas Division
3300 North Butler Avenue, Suite 200
Farmington, New Mexico 87401

Attn: Mr. Glen O. Papp

Re: Request to Surface Commingle Condensate
Rincon Unit Well No. 168-E
Gallup/Dakota Production
NE $\frac{1}{4}$ SE $\frac{1}{4}$ Sec. 36-27N-7W
Rio Arriba County, New Mexico

Dear Mr. Papp:

This office is in receipt of your letter of September 18, 1992 wherein you have requested our approval to surface commingle the Gallup and Dakota condensate from the Rincon Unit Well No. 168-E located on State Lease No. E-290-28.

According to the information provided, the Rincon Unit Well No. 168-E is a Dakota/Gallup development gas well scheduled to be drilled in October, 1992 by Unocal. Your plans are to surface commingle the produced fluids from individual separators into a common stock tank.

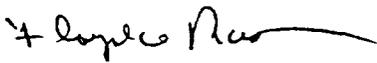
Since it appears that there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for surface commingling of the condensate production from the Rincon Unit Well No. 168-E is hereby approved. Any deviation from the substance of your request will be 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 advise this office when the Bureau of Land Management approves the expansion of the Gallup Participating Area to include this well.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: 
FLOYD O. PRANDO, Director
Oil/Gas and Minerals Division
(505) 827-5744
JB/FOP/pm
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