



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON  
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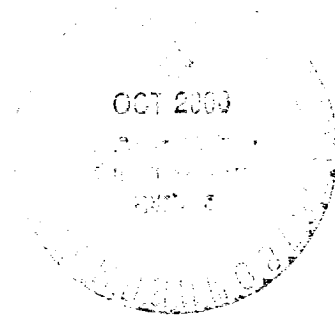
Lori Wrotenbery  
Director  
Oil Conservation Division

October 25, 2000

J. M. Huber Corporation  
C/O Walsh Engineering  
7415 E. Main St.  
Farmington, New Mexico 87402

Attention: Mr. Paul C. Thompson

Re: Form C-107-A  
Schalk "33" No. 2  
Unit A, Section 33, T-31N, R-4W  
Rio Arriba County, New Mexico



Dear Mr. Thompson:

I have reviewed your recent request to downhole commingle Basin-Fruitland Coal and Blanco-Pictured Cliffs Pool production within the Schalk "33" Well No. 2. Your application indicates that there is currently no production from the Blanco-Pictured Cliffs Gas Pool. Please be advised that it is the policy of the Division not to approve downhole commingling operations which include zones with no production.

Your request to produce the well in a downhole commingled configuration is hereby denied.

Please contact the supervisor of the Division's Aztec District Office in order to obtain approval to permanently abandon the Pictured Cliffs zone in the well.

Sincerely,

David Catanach  
Engineer

Xc: OCD-Aztec  
Bureau of Land Management-Farmington