

DHC-875



JIM BACA
COMMISSIONER

State of New Mexico
OFFICE OF THE
Commissioner of Public Lands
Santa Fe

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

March 10, 1993

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

Attention: Mr. Jerry W. Hoover

Re: Application to Downhole Commingle
Dakota and Mesaverde Gas Producing zones
State Com AG Well No. 29E
W/2 Sec. 36-29N-10W
San Juan County, New Mexico

Dear Mr. Hoover:

Reference is made to your application of January 20, 1993, wherein you have requested our approval to downhole commingle production within the wellbore of the State Com AG Well No. 29E, SE/4NW/4, Sec. 36-29N-10W San Juan County, New Mexico. Your application proposes to downhole commingle the Dakota and Mesaverde Gas zones in this well to maintain an economic operation and to maximize the efficient and effective recovery of gas at this location.

Since it appears that all the New Mexico Oil Conservation Division 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 thirty (\$30.00) dollars 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,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: *Floyd O. Prando*
FLOYD O. PRANDO, Director
Oil/Gas and Minerals Division
(505) 827-5744
JB/FOP/pm
encls.
cc: B-11017-14