

OIL CONSERVATION DIVISION
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SF-079521-A
3162.7-3 (07327)

MAR 20 1995

Mr. Scott H. Lindsay
Meridian Oil Incorporated
P.O. Box 4289
Farmington, NM 87499

Re: Federal Lease SF-079521-A
Downhole Commingling Application
No. 235 San Juan 28-5 Unit
1850' FSL and 1850' FWL
Sec. 28, T. 28 N., R. 5 W.
Rio Arriba County, New Mexico

Dear Mr. Lindsay:

The Farmington District Office (FDO) of the Bureau of Land Management (BLM) has received your letter dated January 31, 1995, for downhole commingling of the South Blanco Pictured Cliffs and Basin Fruitland Coal Formations in the above referenced well.

Your application has been reviewed and approval is hereby granted. Allocated production for each formation should continue to be reported on a lease basis.

If you have further questions regarding this matter, please contact Brian W. Davis at (505) 599-6367 or (505) 599-8900.

Sincerely,

/s/ Duane Spencer

Duane W. Spencer
Chief, Branch of Reservoir Management

bcc:
NMOCD, Santa Fe, NM