

RECTARD United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office 1235 La Plata Highway Farmington, New Mexico 87401

February 13, 1996

IN REPLY REFER TO: SF-079185 3162.7-3 (07327)

Mr. Jerry W. Hoover Conoco Inc. 10 Desta Drive, Suite 100W Midland, TX 79705-4500

Allocation Revision Downhole Commingling RE: No. 13 Federal 1850' FSL & 1650' FWL, Sec. 21, T. 26 N., R. 6 W. Mesaverde and Dakota Formations Rio Arriba County, New Mexico

Dear Mr. Hoover:

The Farmington District Office (FDO) of the Bureau of Land Management (BLM) has received your letter dated February 2, 1996, for allocation revision for downhole commingling of the Blanco Mesaverde (MV) and Basin Dakota (DK) Formations in the above referenced well.

The revised allocation factors for this well will be as follows:

FORMATION	GAS PRODUCTION	OIL PRODUCTION
Basin Dakota	38%	27%
Blanco Mesaverde	62%	73%

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such request shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

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

Sincerely,

Isl Duane Spancer

Duane W. Spencer Team Leader, Petroleum Management

bcc: NMOCD, Santa Fe;