

State of New Mexico Commissioner of Public Lands

RAY POWELL, M.S., D.V.M. COMMISSIONER

310 OLD SANTA FE TRAIL P.O. BOX 1148

SANTA FE, NEW MEXICO 87504-1148

(505) 827-5760 FAX (505) 827-5766

June 7, 1996

Conoco Inc. 7 10 Desta Drive Suite 100W Midland, Texas 79705

Attn: Mr. Jerry W. Hoover

Re:

Application for Downhole Commingling

State Com C Well No. 6 State Lease No. E-1451-5

Unit Letter K, Section 32-29N-09W San Juan County, New Mexico

Dear Mr. Hoover:

Your application to downhole commingle the production from within the wellbore of the above-captioned well was received on May 31, 1996. Your application requests our approval to downhole commingle the Aztec PC and Otero Chacra production within the wellbore of the State Com C Well No. 6, located in Unit Letter K, Section 32-29N-09W.

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 and the Bureau of Land Management.

Your \$30.00 dollar filing fee was received.

Conoco Inc. June 7, 1996 Page 2

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

Very truly yours,

RAY POWELL, M.S., D.V.M. COMMISSIONER OF PUBLIC LANDS

BY: LARRY KEHOE, Director Oil, Gas and Minerals Division (505) 827-5744

RP/LK/cpm

**Enclosure** 

cc: Reader File

OCD--Attention: David Catanach, Ben Stone

BLM--Farmington