

ALL CONSERVATION DIVISION
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OCT 11 1994

NMA-15 (CA)
SW-160 (CA)
3162.3-2 07327

OCT 11 1994

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

Dear Mr. Hoover:

Conoco Incorporated submitted an application to downhole commingle production from the Blanco Mesaverde Pool and the Basin Dakota Pool in the following well:

15E Bruington
1650' FNL, 1740' FWL
Sec. 15, T. 30 N., R. 11 W.
San Juan County, New Mexico

The referenced well was completed in January 1982 as a multiple completion in both zones. Current reservoir characteristics and economic conditions support commingling production to extend the economic life of the well and thus increase recoverable reserves from both formations. Downhole commingling of the two formations will not adversely affect Federal royalties.

Your application is hereby approved effective September 1, 1994. The following allocation factors were calculated from actual production for the entire year of 1993 and are to be used.

	<u>OIL</u>	<u>GAS</u>
Blanco Mesaverde	81%	56%
Basin Dakota	19%	44%

Should subsequent testing of the well indicate that Dakota production changes when the production packer is removed from the wellbore, you must submit revised allocation factors and supporting data to this office for approval.

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 any questions regarding this approval, please contact Ray Hager at (505) 599-6366.

Sincerely,

/s/ Duane Spencer

Duane Spencer
Chief, Branch of Reservoir Management

cc: See Attached List

New Mexico Oil Conservation Division
310 Old Santa Fe Trail, Room 206
Santa Fe, NM 87503

New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, NM 87410