



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

January 27, 1997

IN REPLY REFER TO:
NMNM76309 (CA)
3162.7-3 (07327)

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

RE: Downhole Commingling
No. 6 Scott Federal
1570' FSL & 1850' FWL, Sec. 17, T. 26 N., R. 6 W.
Rio Arriba County, New Mexico

Dear Mr. Hoover:

The Farmington District Office (FDO) of the Bureau of Land Management (BLM) has received your correspondence dated December 17, 1996, for downhole commingling of the Blanco Mesaverde and Basin Dakota Formations in the above referenced well.

The current bottom hole pressures are 674 psia for the Mesaverde and 874 psia for the Dakota. The average daily production for the month of September 1996 was 85 Mcfpd and 1.8 Bopd for the Mesaverde and 57 Mcfpd and .9 Bopd for the Dakota. Using these values, the fixed percentage allocated production for each formation has been determined as follows:

FORMATION	GAS PRODUCTION	OIL PRODUCTION
Mesaverde	60%	67%
Dakota	40%	33%

Approval to downhole commingle the Blanco Mesaverde and Basin Dakota formations for the above referenced well is hereby granted.

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,

/s/ Duane W. Spencer

Duane W. Spencer
Team Leader, Petroleum Management

bcc:
NMOCD, Santa Fe; DOMR; Suspense; AIRS; CA File NMNM76309

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