DHC 1777



## State of New Mexico Commissioner of Public Lands

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> > February 18, 1998

Union Oil Company of California (UNOCAL) 1004 North Big Spring Midland, Texas 79702

Attn: Ms. Heather Dahlgren

Re: Downhole Commingling Application Rincon Unit Well No. 168 Unit Letter A, Section 36-27N-07W Rincon Unit Well No. 139 Unit Letter K, Section 25-27N-07W Rincon Unit Well No. 181 Unit Letter G, Section 22-27N-06W Blanco Mesaverde and Basin Dakota Pools Rio Arriba County, New Mexico

Dear Ms. Dahlgren:

Your applications to downhole commingle the Blanco Mesaverde and Basin Dakota production from within the wellbore of the above-captioned wells was received on January 30, 1998.

Since it appears that all the New Mexico Oil Conservation Division's 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.

Please submit your \$30.00 dollar filing fee.

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

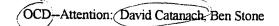
Very truly yours,

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

BY:

JAMI BAILEY, Director Oil, Gas and Minerals Division (505) 827-5744

RP/JB/cpm Enclosure pc: Reader File



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