

TAURUS[®]
EXPLORATION, INC.
AN ENERGEN COMPANY

San Juan Office
2198 Bloomfield Highway
Farmington, New Mexico 87401
(505)325-6800, FAX (505)326-6112

Total number of pages (including cover page) 4

TO: *505-827-1389

ATTN: *David Catanach

FROM: *Gary Brink

DATE: *March 20, 1998

COVER MESSAGE:

If there are errors in transmission, please contact: Deb
at (505)325-6800.



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

February 2, 1998

Taurus Exploration USA, Inc.
2198 Bloomfield Highway
Farmington, New Mexico 87401

Attn: Mr. Gary W. Brink

Re: Downhole Commingling Application
Wright State Com Well No. 1-E
Unit Letter I, Section 36-32N-13W
Wildcat Gallup and Basin Dakota Pools
San Juan County, New Mexico

Dear Mr. Brink:

This office is in receipt of your application of January 27, 1998, requesting our approval to downhole commingle the production from the above subject well from the Wildcat Gallup and Basin Dakota Pools in San Juan County, New Mexico.

It is our understanding that production from the subject well will be allocated as follows:

| <u>POOL</u> | <u>ALLOCATION</u> | |
|----------------|-------------------|--------------|
| | <u>Oil %</u> | <u>Gas %</u> |
| Wildcat Gallup | 0 % | 12 % |
| Basin Dakota | 100 % | 88 % |
| | <hr/> | <hr/> |
| | 100 | 100 |

Since it appears that 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 the production from the above-mentioned well 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.

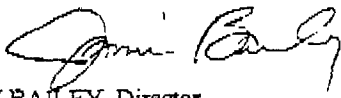
Please submit your filing fee in the amount of \$30.00.

Taurus Exploration USA, Inc.
February 2, 1998
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: 
JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/JB/cpm

Enclosure

xc: Reader File

OCD-Santa Fe--Attention: David Catanach, Ben Stone

TAURUS

TAURUS EXPLORATION USA, INC.
2198 Bloomfield Highway
Farmington, New Mexico 87401
Telephone (505) 325-6800

January 27, 1998

Mr. David Catanach
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

RE: Downhole Commingle Application
Wright State Com 1E
Section 36, T32N, R13W
San Juan County, New Mexico

Dear Mr. Catanach:

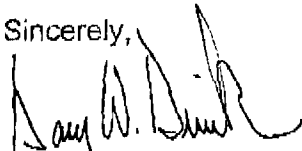
The additional information you requested concerning our Application to Downhole Commingle our Wright State Com 1E well is as follows:

| | |
|----------------|----------|
| Wildcat Gallup | 1214 BTU |
| Basin Dakota | 1177 BTU |

In addition, the New Mexico Commissioner of Public lands has been notified of this application.

Thank you for informing us of this deficiency. Your help in this matter is appreciated.

Sincerely,



Gary W. Brink
Production Superintendent

GWB/df