

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

March 18, 1998

Burlington Resources Oil and Gas Company P.O. Box 4289 Farmington, New Mexico 87499-4289

Attn:

Mr. L. Tom Loveland

Re:

Application for Downhole Commingling

San Juan 29-7 Unit Well No. 32A Unit Letter F, Section 32-29N-07W

Blanco Mesaverde and Basin Dakota Pools

Rio Arriba County, New Mexico

Dear Mr. Loveland:

Your application to downhole commingle the production from within the wellbore of the above-captioned well was received on March 11, 1998. Your application requests our approval to downhole commingle the Blanco Mesaverde and Basin Dakota production within the wellbore of the San Juan 29-7 Unit Well No. 32A, located in Unit Letter F, Section 32-29N-07W. We understand that you will supply us with the allocation percentages upon completion of the well.

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.

Please submit your \$30.00 filing fee.

Also, please submit a copy of the Oil Conservation Division's approval order.

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

OCD-Attention: David Catanach, Ben Stone

BLM