

COMMERCIAL RESOURCES (505)-827-5724

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State of New Mexico
Commissioner of Public Lands

Ray Powell, M.S., D.V.M. 310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148 Phone (505)-827-5760, Fax (505)-827-5766 PUBLIC AFFAIRS (505)-827-5765

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LEGAL (505)-827-5713

PLANNING (505)-827-5752

October 20, 1999

Conoco, Inc. P.O. Box 2197 DU 3066 Houston, Texas 77252-2197

Attn:

Ms. Deborah Moore

Re:

Downhole Commingling Application San Juan 28-7 Unit Well No. 103 Unit Letter A1, Section 3-27N-07W

Blanco Pictured Cliffs South and Blanco Mesaverde Pools

Rio Arriba County, New Mexico

Dear Ms. Moore:

Your application to downhole commingle the Blanco Pictured Cliffs South and Blanco Mesaverde production from within the wellbore of the above-captioned well was received on October 12, 1999.

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.

Also, please submit the appropriate approvals from the New Mexico Oil Conservation Division.

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

JAMI BAILEY, Director

Oil, Gas and Minerals Division

(505) 827-5744

RP/JB/cpm Enclosure

xc: Reader File

OCD-Attention: David Catanach; Ben Stone
"WE WORK FOR EDUCATION"

BLM