DHC-2607

COMMISSIONER'S OFFICE Phone (505) 827-5760 Fax (505) 827-5766

ADMINISTRATION Phone (505) 827-5700 Fax (505) 827-5853

GENERAL COUNSEL Phone (505) 827-5713 Fax (505) 827-4262

PUBLIC AFFAIRS Phone (505) 827-5765 Fax (505) 827-5766



New Mexico State Land Office Commissioner of Public Lands Ray Powell, M.S., D.V.M.

COMMERCAL RESOURCES Phone (505) 827-5724 Fax (505) 827-6157

MINERAL RESOURCES Phone (505) 827-5744 Fax (505) 827-4739

ROYALTY MANAGEMENT Phone (505) 827-5772 Fax (505) 827-4739

SURFACE RESOURCES Phone (505) 827-5793 Fax (505) 827-5711

April 20, 2000

Richardson Operating Company 1700 Lincoln Street Suite 1700 Denver, Colorado 80203

Attn:

Mr. Paul C. Thompson

Re:

Downhole Commingling Application

WF State Well No. 16-2

Unit Letter B, Section 16-30N-14W

Basin Fruitland Coal and Undesignated Harper Hill Fruitland Sand Pictured Cliffs Extension Pools

San Juan County, New Mexico

Dear Mr. Thompson:

Your application to downhole commingle the Basin Fruitland Coal and Undesignated Harper Hill Fruitland Sand Pictured Cliffs Extension production from within the wellbore of the above-captioned well has been received.

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.

Your \$30.00 dollar filing fee has been received.

Also, please submit the appropriate approval 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

BY:

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 WORAL Gas & Minerals Division ON"
310 Old Santa Fe Trail, P. O. Box 1148 Santa Fe, New Mexico 87504-1148