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) 827-1245 Fax (505) 827-5766

February 21, 2000

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

Attn: Ms. Deborah Moore

Re: Downhole Commingling Application San Juan 28-7 Well No. 48 Unit Letter L, Section 21-28N-07W Basin Fruitland Coal, Blanco Pictured Cliffs South and Blanco Mesaverde Pools Rio Arriba County, New Mexico

Dear Ms. Moore:

Your application to downhole commingle the Basin Fruitland Coal, Blanco Pictured Cliffs South and Blanco Mesaverde production from within the wellbore of the above-captioned well was received on January 18, 2000.

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:

310 014 6

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



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

DHC-2631

COMMERCIAL 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