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



AHC-267/

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

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

February 25, 2000

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

Attn:

Mr. L. Tom Loveland

Re:

Downhole Commingling Application

Huerfano Unit Well No. 109 Unit Letter I, Section 02-26N-10W

Angels Peak Gallup and Basin Dakota Pools

San Juan County, New Mexico

Dear Mr. Loveland:

Your application to downhole commingle the Angels Peak Gallup and Basin Dakota production from within the wellbore of the above-captioned well was received on February 11, 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.

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

xc: Reader File

QCD-Attention: David Catanach, Ben Stone

BLM