

PATRICK H. LYONS COMMISSIONER

State of New Mexico PN 12 06 Commissioner of Public Lands

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July 31, 2007

Burlington Resources P.O. Box 4289 Farmington, New Mexico 87499-4289

Attn: Ms. Rhonda Rogers

Re: Downhole Commingling Application

San Juan 29-7 Unit State Well No. 29 M Unit Letter J NW/4SE/4 Section 13-29N-07W API No. 30-039-30227

Blanco Mesaverde and Basin Dakota Pools

Rio Arriba County, New Mexico

Dear Ms. Rogers:

Thank you for your application to downhole commingle the Blanco Mesaverde and Basin Dakota pools from the referenced well in Rio Arriba County, New Mexico.

Since it appears that all the New Mexico Oil Conservation's (OCD) 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 application is approved. Any deviation from the substance of your application will be cause for rescinding our approval, and approval is subject to like approval by the OCD.

Please submit a copy of the OCD's approval order as soon as possible.

Please submit a filing fee in the amount of \$30.00.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS

COMMISSIONER OF PUBLIC LANDS

JAMI BAILEY, Director

Oil, Gas and Minerals Division

PL/JB/jm Enclosure

xc: Reader File

OCD--David Catanach,