STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

DRUG FREE

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

December 3, 1993

Caulkins Oil Company P.O. Box 340 Bloomfield, New Mexico 87413

Attn: Robert L. Verquer

DEC1 7 1993

OIL CON. DIV.

DIST. 3

Re: Downhole Commingling Request

Dear Mr. Verquer,

Reference is made to your recent request for administrative approval to exercise commingling authority granted by Division Order DHC-660, issued July 29, 1987.

In speaking with Frank Chavez, Aztec District Supervisor, he advised me that commingled be allowed only by producing through a tubing configuration detailed in the application which was approved by DHC-660. Specifically, this involved a single string of tubing, packer isolation between the 3 zones, with production through reverse-flow check valves.

If you would like to present your case before an examiner at public hearing, you may be granted the authority to produce the well in its present condition.

I'm sorry I cannot approve your request at this time. Please call if I may be of assistance or if you would like to set the case for hearing.

Very truly yours,

Benjamin E. Stone Engineering Tech II

/BES