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

Re:

September 10, 2002

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

COMMERCIAL RESCURCES 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

Pure Resources L.P.
P.O. Box 850

Bloomfield, New Mexico 87413

Attn: Mr. Micheal C. Phillips

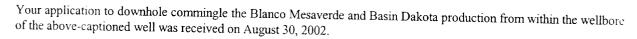
Downhole Commingling Application

Rincon Unit Well No. 125P Unit Letter D, Section 26-27N-06W

Basin Dakota and Blanco Mesaverde Pools

Rio Arriba County, New Mexico

Dear Mr. Phillips:



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.

Please submit your \$30.00 dollar filing fee.

Also, please submit a copy of the Bureau of Land Management and Oil Conservation Division's approval orders.

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

JAMI BAILEY, Director

Oil, Gas and Minerals Division

(505) 827-5744

RP/JB/cpm Enclosure

xc: Reader File

OCD--Attention: David Catanach

BLM