



## United States Department of the Interior

## **BUREAU OF LAND MANAGEMENT**

Farmington District Office 1235 La Plata Highway Farmington, New Mexico 87401

IN REPLY REFER TO: NMNM078406D (WC) 3162.7 (07400)

Ms. Heather Dahlgren Union Oil Company of California (UNOCAL) 1004 N. Big Spring Midland, Texas 79702

**RE: Downhole Commingling Application** 

Dear Ms: Dahlgren:

We have received and reviewed your Application for Downhole Commingling on the following well:-

WELL Lease Legal Location Proposed Commingled Formations

168 Rincon Unit State 1190' FNL & 1190' FEL (In Dakota PA) Sec. 36, T27N, R7W NMNM078406D

Sec. 36, T27N, R7W

We are in concurrence with your method of allocating production by extrapolating the decline rate on the Dakota and allocating the remainder of the production volume to the Mesaverde formation. We are also in agreement with your Dakota decline rate and yield factors for allocating liquids. We hereby approve your applications for downhole commingling on the above well. The effective date will be the date downhole commingling occurs.

When fixed allocation factors are determined, submit the factors for approval.

If you have any questions please contact Wayne Townsend with this office at (505) 599-6359.

Sincerely,

/S/ Duane W. Spencer

April 29, 1998

Duane Spencer Team Leader, Petroleum Management

cc: NMOCD, Santa Fe NMOCD, Aztec Well File DOMR 07400::WTownsend:4/29/98