

NORTHWEST PRODUCTION CORPORATION
Post Office Box 990
Farmington, New Mexico 87401

July 19, 1976

Mr. A. R. Kendrick
New Mexico Oil Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico 87410

Dear Mr. Kendrick:

Northwest Production Corporation's Blanco 30-12 Unit #1 located in Section 4, T-30-N, R-12-W, has been evaluated for a plug in the Mesa Verde and Fruitland formations and a completion in the Pictured Cliffs formation.

We do not feel that a completion attempt in the Pictured Cliffs formation is economically justified. The Production Department is recommending that application be made to the New Mexico Oil Conservation Commission to commingle the production in the wellbore.

I anticipate that Northwest Production Corporation in the near future will present application to the Oil Conservation Commission for the above mentioned commingling.

Yours very truly,



Carl E. Matthews
Division Production Manager

CEM:pb

