DHO-868

3162 (067) LC-031670(b)

APR 1 2 1993

Conoco, Incorporated
Attention: Mr. Jerry W. Hoover
10 Desta Drive, Suite 100W
Midland, TX 79705-4500

RE: Well No. 98-Warren Unit NE¹/₄NE¹/₄, Sec. 28, T20S, R38E Lea County, New Mexico Federal Lease LC-031670(b)

Gentlemen:

Your request to downhole commingle production from the Blinebry Oil and Gas and the Warren Tubb Pools in the subject well is hereby approved.

As stated in your application, production allocation for the subject well will be 63 percent oil and 56 percent gas to the Blinebry Oil and Gas Pool and 37 percent oil and 44 percent gas to the Warren Tubb Pool based on cumulative production totals from well No. 43-Warren Unit, a similar well approximately 5/8-mile Northwest located in the $SE_4^4SW_4^4$, Sec. 21, T. 20 S., R. 38 E. Also, it is our understanding that commingling is based on economics and will not result in reduced royalty.

This approval is subject to the concurrence of the New Mexico Oil Conservation Division.

Please contact Shannon Shaw or Adam Salameh at (505) 887-6544, or at the letterhead address if any further information is required.

Sincerely,

Ron Dunton

Richard L. Manus FOR Area Manager

pcc:

NM (065, B. Lopez, D. Glass)
NM (067, S. Shaw)
NM (067A, K. Haston)
NMOCD - Attn.: Mr. D. R. Catanach
P. O. Box 2088
Santa Fe, NM 87504