

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: San Juan 27-5 Unit (GC) 3162.7-3 (07327) June 14, 1996

Ms. Peggy Bradfield Regulatory Administrator Meridian Oil P.O. Box 4289 Farmington, NM 87499-4289

RE: Downhole Commingling Application
Mesaverde and Dakota Formations
No. 163E San Juan 27-5 Unit
860' FNL & 1035' FWL
Section 18, T. 27 N., R. 5 W.
San Juan County, New Mexico

Dear Ms. Bradfield:

The Farmington District Office (FDO) of the Bureau of Land Management (BLM) has received your letter May 29, 1996, requesting approval for downhole commingling of the Blanco Mesaverde and Basin Dakota formations in the above referenced well.

After review, we hereby approve your application for downhole commingling. This approval is contingent on submittal of the allocation factors for this well.

If you have further questions regarding this matter, please contact Brian W. Davis at (505) 599-6367 or (505) 599-8900.

Sincerely,

Jal Duarro Spancer

Duane W. Spencer Team Leader, Petroleum Management

bcc:

NMOCD, Santa Fe
Well File (No. 163E, 860'FNL & 1035'FWL,Sec 18-T27N-R5W)
DOMR
Suspense (Brian)
AIRS

07237:BWDavis:06/14/96:x6367:sj275No163Ebradfield.ltr