

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

June 20, 1997

CONSERVATION DIVISION

DHC -1577

IN REPLY REFER TO: Allison Unit (MVPA/DKPA) 3162.7-3 (07400)

Ms. Peggy Bradfield Regulatory/Compliance Administrator Burlington Resources P.O. Box 4289 Farmington, NM 87499-4289

RE: Downhole Commingling Allison Unit San Juan County, New Mexico

Dear Ms. Bradfield:

We have received your correspondences requesting approval for downhole commingling of the Blanco Mesaverde and Basin Dakota formations in the wells listed below. After review, we hereby approve your application for downhole commingling for the wells listed. Approval is conditional on submittal of allocation factors for each well.

| WELL | LOCATION | LEASE |
|--------|--|-------------|
| No. 34 | 1970' FSL & 1870' FWL, Section 11, T. 32 N., R. 7 W. | SF-078459-B |
| No. 17 | 1650' FSL & 1650' FWL, Section 24, T. 32 N., R. 7 W. | Fee |

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

Sincerely,

IS/ Duane W. Spencer

Duane W. Spencer Team Leader, Petroleum Management

bcc: NMOCD, Santa Fe DOMR Suspense (Brian, Afmss) Well Files (2) MV PA (NMNM 78372-A) DK PA (NMNM 78372-B)

07400:BWDavis:05/23/97:x6367:BurlingtonSanJuan285DHC.ltr