



4/14/98

RAY POWELL, M.S., D.V.M.
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

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March 30, 1998

Union Oil Company of California (UNOCAL)
1004 North Big Spring
Midland, Texas 79702

Attn: Ms. Heather Dahlgren

Re: Downhole Commingling Application
Rincon Unit Well No. 137
Unit Letter K, Section 24-27N-07W
Blanco Mesaverde and Basin Dakota Pools
Rincon Unit Well No. 131
Unit Letter K, Section 36-27N-07W
Blanco Mesaverde and Basin Dakota Pools
Rincon Unit Well No. 137E
Unit Letter J, Section 24-27N-07W
Blanco Mesaverde, Largo Gallup and Basin Dakota Pools
Rio Arriba County, New Mexico

Dear Ms. Dahlgren:

Your applications to downhole commingle the production from within the wellbore of the above-captioned wells was received on March 23, 1998.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for downhole commingling is hereby approved. Any deviation from the substance of your request will be sufficient grounds for rescinding our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.

Please submit your \$30.00 filing fee.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

BY: 
JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/JB/cpm
Enclosure
pc: Reader File

OCD--Attention: David Catanach, Ben Stone

BLM