COMMISSIONER'S OFFICE Phone⁴(505) 827-5760 Fax ⁴ (505) 827-5766

ADMINISTRATION Phone (505) 827-5700 Fax (505) 827-5853

> GENERAL COUNSEL Phone (505) 827-5713 Fax (505) 827-4262

 PUBLIC AFFAIRS

 Phone
 (505) 827-5765

 Fax
 (505) 827-5766

April 24, 2000

Burlington Resources Oil and Gas Company P.O. Box 4289 Farmington, New Mexico 87499

Attn: Ms. Jennifer Dobson

Re: Downhole Commingling Application San Juan 28-6 Unit Well No. 77 Unit Letter K, Section 2-27N-06W Blanco Pictured Cliffs South and Blanco Mesaverde Pools Rio Arriba County, New Mexico

Dear Ms. Dobson:

Your application to downhole commingle the production from within the wellbore of the above-captioned well was received on April 18, 2000. Your application requests our approval to downhole commingle the Blanco Pictured Cliffs South and Blanco Mesaverde production within the wellbore of the San Juan 28-6 Unit Well No. 77 located in Unit Letter K, Section 2-27N-06W, Rio Arriba County, New Mexico.

It is our understanding that production from the subject well will be allocated as follows:

POOL	ALLOCA	ALLOCATION	
	<u>Oil %</u>	<u>Gas %</u>	
Blanco Pictured Cliffs South	50%	35%	
Blanco Mesaverde	50%	65%	
	100%	100%	

Since it appears that 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 the production from the above-mentioned well 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 filing fee in the amount of \$30.00.

DHC - 2734

COMMERCAL RESOURCES Phone (505) 827-5724 Fax (505) 827-6157

MINERAL RESOURCES Phone (505) 827-5744 Fax (505) 827-4739

ROYALTY MANAGEMENT Phone (505) 827-5772 Fax (505) 827-4739

SURFACE RESOURCES Phone (505) 827-5793 Fax (505) 827-5711



New Mexico State Land Office Commissioner of Public Lands Ray Powell, M.S., D.V.M. Burlington Resources Oil and Gas Company April 24, 2000 Page 2

Also, please submit a copy of the Oil Conservation Division's Order approving this application and the Bureau of Land Management's approval of this application.

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

Very truly yours,

1

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 xc: Reader File

OCD-Attention: David Catanach, Ben Stone

BLM