



Amoco Production Company

Denver Region
Amoco Building
1670 Broadway
Denver, Colorado 80202
303-830-4040

June 24, 1983

Mr. Joe D. Ramey, Director (3)
New Mexico Oil Conservation Division
P.O. Box 2088
Santa Fe, New Mexico 87501

File: SWS-189-986.511

Application for a Non-Standard Proration Unit
Jicarilla Tribal 396 Well No. 1
Chacon Dakota Pool
Rio Arriba County, New Mexico

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Amoco Production Company hereby makes application for a non-standard 160 acre proration unit, consisting of the NE/4 of Section 8-Township 23 North-Range 3 West, Rio Arriba County, for the Jicarilla Tribal 396 No. 1. The attached plat shows the proposed non-standard proration unit as well as offset ownership.

The Jicarilla Tribal 396 Well No. 1 was completed as an oil well in the Chacon Dakota pool on July 26, 1980 with a 160 acre dedication. The current GOR test shows that this well now has a GOR in excess of 30,000:1 and pursuant to the pool rules is now classified as a gas well requiring a 320 acre dedication.

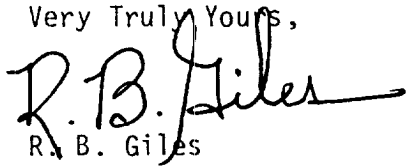
Amoco is requesting a non-standard 160 acre proration unit due to the fact that both the SE/4 and the NW/4 of Section 8 have been dedicated to other wells. The SE/4 has been dedicated to the Jicarilla Tribal 396 No. 2. This well was completed on July 8, 1982, in the Dakota, and is currently shut in waiting on pipeline connection. The NW/4 has been dedicated to the Jicarilla 396 Well No. 3, which is currently waiting on completion tools. Although the ownership is common throughout Section 8, Amoco believes that it would be inappropriate to form a 320 acre proration unit until the true nature of production from these two new wells can be determined.

By copy of this letter we are advising all offset owners, as shown on

Mr. Joe D. Ramey, Director
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the attached mailing list, of Amoco's intent to form a non-standard
160 acre proration unit.

Very Truly Yours,


R. B. Giles

CAW/sma

Attachments

cc: Frank Chavez
New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

Bureau of Land Mangement
P.O. Drawer 600
Farmington, New Mexico 87401

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Mailing List

Atlantic Richfield Company
P.O. Box 5540
Denver, Colorado 80217

El Paso Exploration
P.O. Box 289
Farmington, New Mexico 87401
Attn: G. W. Brink

Thomas Oil and Gas
P.O. Box 2029
3001 Northridge Drive
Farmington, New Mexico 87401

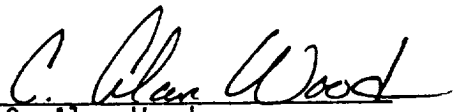
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VERIFICATION AND AFFIDAVIT

STATE OF COLORADO)
 : ss.
COUNTY OF DENVER)

C. Alan Wood, of lawful age, being first duly sworn on his oath, deposes and says:

That he is employed in an engineering capacity by Amoco Production Company in its Denver, Colorado office; that he has responsibilities for New Mexico proration matters; that Amoco's application for a Non-Standard 160 acre proration unit for the Jicarilla 396 Tribal Well No. 1, consisting of the NE/4 of Section 8 of Township 23 North, Range 3 West, Rio Arriba County, New Mexico, was prepared under his direction and supervision; that the matters and things therein set forth are true and correct to the best of his knowledge and beliefs, and that copies thereof were sent by certified mail on this date to the following offset owners as shown on the attached mailing list.


C. Alan Wood

Subscribed and sworn to before me this 24th day of June, 1983.


Notary Public

My Commission expires:

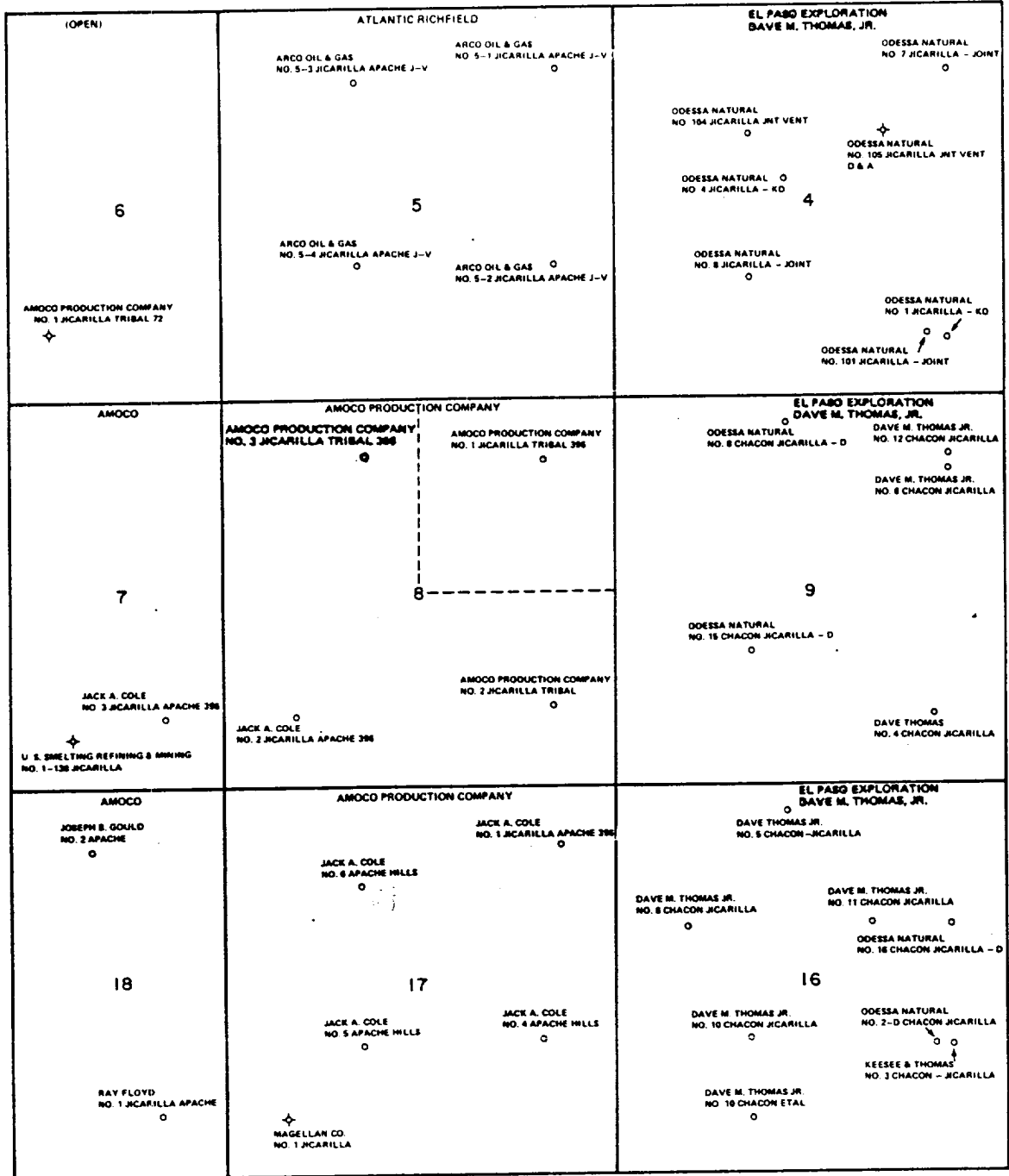
My Commission Expires Oct. 5, 1983

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R3W



----- Proposed Non-standard Proration Unit
Jicarilla Tribal 396 Well No.
NE/4 Section 8-T 23N-R3W

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Amoco Production Company
Denver Region

WELL LOCATION AND OWNERSHIP PLAT

Chacon Dakota Associated Pool
Rio Arriba County, New Mexico