



Southern

Rockies

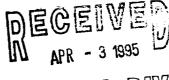
Business

Unit

March 28, 1995

Mr. David Catanach
Engineering Bureau
New Mexico Oil Conservation Division
2040 S. Pacheco Street
P. O. Box 6429
Santa Fe, NM 87505

Application for Exception to Rule 303-A
Downhole Commingling
Dawson A #1-M Well
890' FNL & 1060' FWL, Section 4-T27N-R8W
Blanco Mesaverde and Basin Dakota Pools
San Juan County, New Mexico



OIL COM. DIV.

Confirming our conversation of today, it is understood between the parties that Amoco Production Company hereby has received verbal temporary administrative approval to downhole commingle production from the Blanco Mesaverde and Basin Dakota Pools in the Dawson A #1-M well referenced above on a temporary basis until all offset operators have been notified and are not in protest of this action and the application is approved by the State. We further understand that should a protest be raised on this application that the State will have the responsibility to inform Amoco as to how to proceed from that point.

I sincerely appreciate your rapid response and handling of this application on such short notice in order to reduce possible damage to the Mesaverde. Should you have questions or a difference in the understanding represented above, do not hesitate to contact me at (303) 830-5344.

Again, thank you for your assistance.

Sincerely.

Pamela W. Staley

Enclosures

cc: Frank Chavez, Supervisor

NMOCD District III 1000 Rio Brazos Road

Aztec, NM 87410

Lara Kwartin, Amoco Sheri Bradshaw, Amoco Gail Jefferson, Amoco