

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

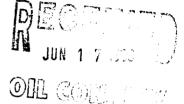
Farmington District Office 1235 La Plata Highway Farmington, New Mexico 87401

June 13, 1996

IN REPLY REFER TO: NM14916 3162.3-2 (07327)

Pamela W. Staley Amoco Production Company P.O. Box 800 1670 Broadway Denver, Colorado 80201

Dear Ms. Staley:



We have reviewed your application to commingle production downhole from the Choza Pictured Cliffs and the Basin Fruitland Coal Pools in the following well:

Valencia Canyon Unit #27

1140' FSL, 790' FWL, Section 22, T-28N, R-4W

Rio Arriba County, New Mexico

Amoco plans to commingle recently completed Fruitland Coal production with established Pictured Cliffs production and allocate based on the established decline rate for Pictured Cliffs with the remainder of monthly production allocated to the Fruitland Coal. Your application is hereby approved as submitted effective the date that actual commingling transpires. Please notify this office when this occurs.

If you have any questions regarding this correspondence, please contact Ray Hager at (505) 599-6366.

Sincerely,

Duane Spencer Team Lead, Petroleum Management

bcc:

New Mexico Oil Conservation Division, Santa Fe
New Mexico Oil Conservation Division, Aztec
Well File (NM-14916, VCU #27, 1140 FSL, 790 FWL, Section 22, T-28N, R-4W) W/Application
AIRS
DOM Reader
Production Accountability (070)

07327:RHager: 6/13/96 :x366:VCU27.ltr