#### STATE OF NEW MEXICO

## ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

### ADMINISTRATIVE ORDER DHC-1117

Amoco Production Company P.O. Box 800 Denver, Colorado 80201

Attention: Pamela W. Stanley

Floranica # 63 m

OIL CON. DIV. DIST. 3

Florance Well No.63M

Unit F, Section 17, Township 27 North, Range 8 West, NMPM, San Juan County, New Mexico.

Basin Dakota (Prorated Gas) and Blanco Mesaverde (Prorated Gas) Pools

Dear Ms. Stanley:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations to permit the subject well to commingle production from both pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303-C, and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the two zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303-C-4., total commingled oil production from the subject well shall not exceed 30 barrels per day, and total water production shall not exceed 60 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

In accordance with the provisions of Rule 303-C, the supervisor of the Aztec District Office of the Oil Conservation Division shall determine the proper allocation of production from the subject well following its completion.

The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 4th day of April, 1995.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director

SEAL

WJL/BES

cc: Oil Conservation Division - Aztec

### Ernie Busch

From:

Ernie Busch

To: Subject: David Catanach AMOCO (DHC)

Date:

Tuesday, March 28, 1995 7:12AM

Priority:

High

FLORANCE #63 E-17-27N-08W

RECOMMEND: SET FOR HEARING, OR SUPPLY MESAVERDE PRODUCTION EXPECTATIONS, NOT ENOUGH DATA.

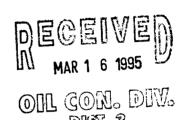


Southern
Rockies
Rusiness
Unit

March 13, 1995

Mr. William J. LeMay, Director New Mexico Oil Conservation Division 2040 S. Pacheco Street P. O. Box 6429 Santa Fe, NM 87504

Application for Exception to Rule 303-A
Downhole Commingling
Florance 63 Well
1190' FWL, 1450' FNL, Section 17-T27N-R8W
Blanco Mesaverde and Basin Dakota Pools
San Juan County, New Mexico



Amoco Production Company hereby requests administrative approval to downhole commingle production from the Blanco Mesaverde and Basin Dakota Pools in the Florance 63 well referenced above. The Florance 63 well was originally completed in the Dakota formation. We plan to recomplete the well to the Mesaverde with both zones open in the wellbore. The two zones are expected to produce at a total commingled rate of about 500 MCFD. The ownership (WI, RI, ORRI) of these pools is identical in this wellbore. Downhole commingling will offer an economical method of production while protecting against reservoir damage, waste of reserves and violation of correlative rights. Offset operators to this well will receive a copy of this application by certified mail.

The allocation method that we plan to use for this commingled well is as follows. We plan to determine the stabilized rate from the Dakota formation prior to the recompletion of the Mesaverde. After recompletion of the Mesaverde formation, we will allow the production to stabilize to a rate from the Mesaverde and Dakota commingled zones. The allocation percentages would then be fixed at the Dakota stabilized rate as a percentage of the total stabilized rate. Once these rates have been establised we will notify your Aztec District.

Should you have questions concerning this matter, please contact me at (303) 830-5344.

Sincerety.

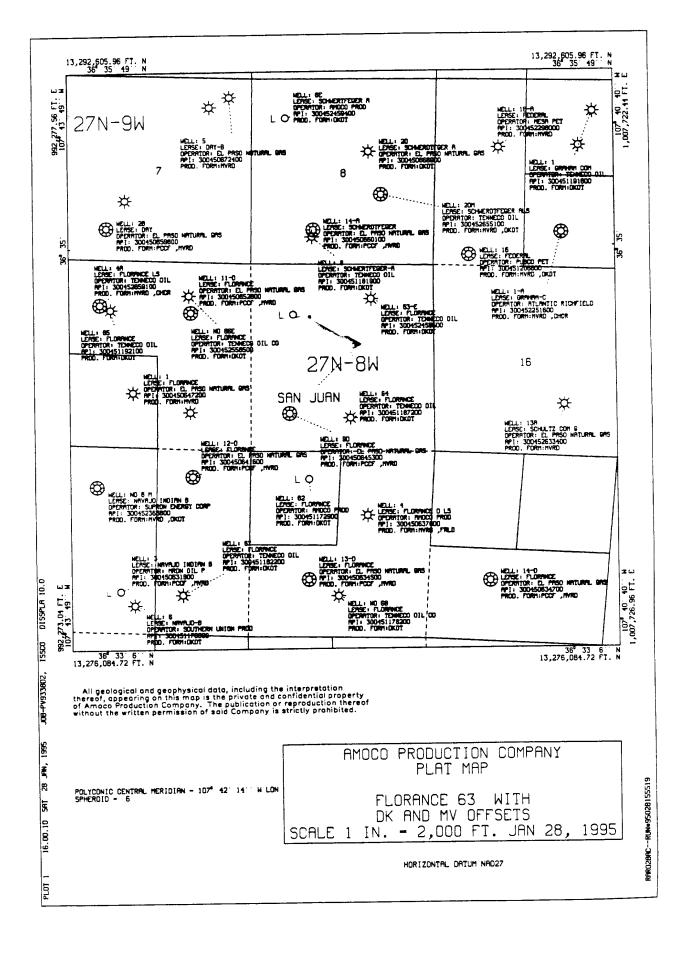
Pamela W. Staley

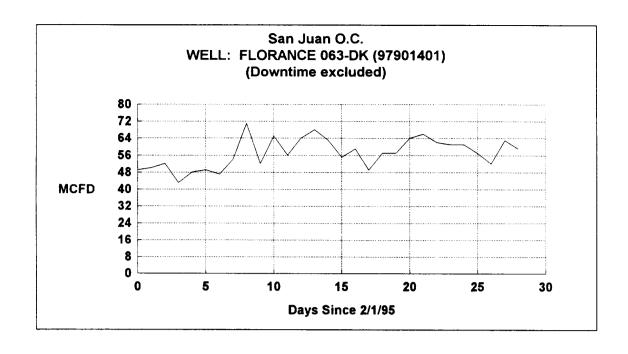
**Enclosures** 

cc: Wayne Branam Lara Kwartin

> Frank Chavez, Supervisor Amoco District III 1000 Rio Brazos Road Aztec, NM 87410

Robert Kent Bureau of Land Management 435 Montano NE Albuquerque, NM 87107





Section A.	Date JANUARY 31, 1958			
Operator EL PASO NATURAL GAS COM Well No. 9-D (PM) Unit Letter M Se Located 1090 Feet From SOU County SAN JUAN G. L. Elevat Name of Producing Formation MESA VERDE  1. Is the Operator the only owner in the dedict Yes No	tion 17 Townsh H Line, 1090 on 6792 Dedice 6 PICTURED CLIFF Pool I uted acreage outlined on the plat	hip 27 N Ra Feet From 320 SLANCO EXT NY helow?	- SO BLANCO PC	
2. If the answer to question one is "no", agreement or otherwise? Yes	ave the interests of all the own to the interests of all the own to the own th	ners been consolid s", Type of Conso	ated by communitizati didation.	
3. If the answer to question two is "no", lis	t all the owners and their respec	tive interests belo	ow:	
Owner	<u>l_</u>	and Description	ECENTED	
			FFB & MAN	
		U.S.	DEDITIONS NEW MEXI	
Section B.	Notes dil distances musi bio			
This is to certify that the information  In Section A above is true and complete	1		1	
o the best of my knowledge and belief.  El Paso Natural Gas Company	- r · · · · · · · · · · · · ·			
Original Signed D. C. Johnston  Box 997 (Representative)				
Farmington, New Mexico				
	SEC XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	7#10N 17		
	NN 03380		N	
	×1090'			
	<b>8</b> 0	*		
	0 330 660 980 1320 1640 1940 2310	2640 2000 1500	1000 500 0	
	Scale 4 Inch	es equal 1 mile		

This is to certify that the above plat was prepared from field notes of actual surveys made by me or under my supervision and that the same are true and correct to the best of my knowledge and belief.

(Seal)

Farmington, New Mexico

ate Surveyed OCTOBER 17, 195

Registered Professional Engineer and for Land Survey of

### NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACERAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section

TENNECO OIL COMPANY  Section  Township  E  17  27 North  8 Mest  San Juan  1450  feet from the North  North  North  Page  1875 Lungraded  Basin Dakota  Dedicated Average  320  Dedicated Average  320  Deficitive than one lease is dedicated to the subject well by colored pencil or hackure marks on the plat below.  If more than one lease is dedicated to the well, outline each and identify the awriership thereof both as the interest and royalty).  If more than one lease is dedicated to the well, outline each and identify the awriership thereof both as the interest and royalty).  If more than one lease of different twinership is neargated to the well note the interest of all owners been considered in the interest of all owners been considered.  If answer is "no" list the owners and tract descriptions which have actually consolidated. Use reverse side of the actual of the interest of the interest side of the actual of the interest of the interest of the interest of all owners and tract descriptions which have actually consolidated. Use reverse side of the actual of th	
17 27 North 8 West San Juan  1450 feet from the North ine and 1190 feet from the "est line Dedicated Average S875 ungraded Basin Dekota Basin Dekota Basin Dekota 320  Outline the acerage dedicated to the subject well by colored sencil or hackure marks on the plat below.  If more than one lease is dedicated to the well, outline each and identify the dwifership thereof both as the interest and royalty?  If more than one lease of different swhership is dedicated to the well outline to the well outline each and identify the dwifership thereof both as the contract floation, unitization forces doing etc?  Yes in the If answer is "yes," type of consolidation	
1450 feet from the North the anal 1190 feet from the line of 320 seed from the least of the subject well by colored pencil or hachure marks on the plat below.  2 If more than one lease is dedicated to the well, outline each and identify the ownership thereof both as the interest and royalty?  3 If more than one lease of different ownership to dedicated to the well outline with the well of the well of the subject well by the colored pencil or hachure marks on the plat below.  3 If more than one lease of different ownership to dedicated to the well outline each and identify the ownership to dedicated to the well outline each and identify the ownership to swhere been continued to the well of the well of the well of the well of the more than one lease of different ownership to dedicated to the well of the well of the well of the more than one lease of different ownership to dedicated to the well outline each and identify the ownership to dedicated to the well outline each and identify the ownership to dedicated to the well outline each and identify the ownership to dedicate the more than the ownership to dedicate the more than the ownership to dedicate the color of the well of the ownership to dedicate the more than the ownership to dedicate the more than the ownership to dedicate the more than the ownership to dedicate the ownership to the well of the ownership to	******************************
Outline the acerage dedicated to the subject well by colored pencil or hachure marks on the plat below.  If more than one lease is dedicated to the well, outline each and identify the owifership thereof both as the interest and royalty?  If more than one lease of different ownership is represented to the well nave the interests of a connect been considered in the interests of a connect been considered in the interests of a connect been considered.  Yes in the life on the connect of the consolidation in the consolidation in the connect been consolidation.	wh
Outline the acerage dedicated to the subject well by colored pencil or hachure marks on the plat below.  If more than one lease is dedicated to the well, outline each and identify the ownership thereof, both as transferest and royalty),  If more than one lease of different currenship is dedicated to the well have move the interests of a current been as a continuit didation, unlitization force-cooling, etc?  Yes - No If answer is Tyes Tispe of consolidation	r bl/∠ Acres
* Yes No If answer is Tyes, 1 type of consolidation	
* Yes No If answer is Tyes, " type of consolidation	sak d <b>ate</b> o
fighswer is "no" list the owners and tract descriptions which have been as	
medessar	frem je
1.5 allowable will be assigned to the well until all interests have been conscillated into communitization, for tization is solving or otherwise for until a non-standard unit, eliminating, such interests, has been approved by the Commission	fordes-

# <1190° 1 Sec. OF NEW N ROBERT H. ERNST NO. 2463

סט אונות בוופונום בטוופים היים ליות היים ביותר

### CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

> Original Signed By HAROLD C. NICHOLS

Harold C. Nichols

Position

Senior Production Clerk

Company

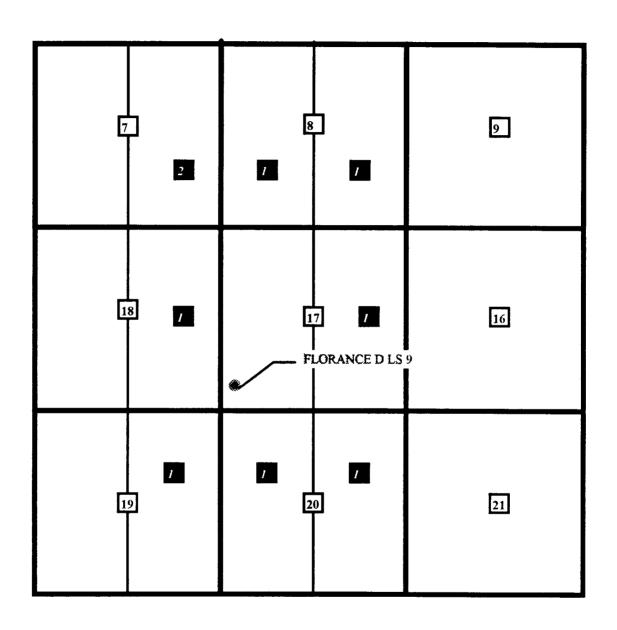
Tenneco Oil Company

CONTRACTOR OCTOBER 7, 1966

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

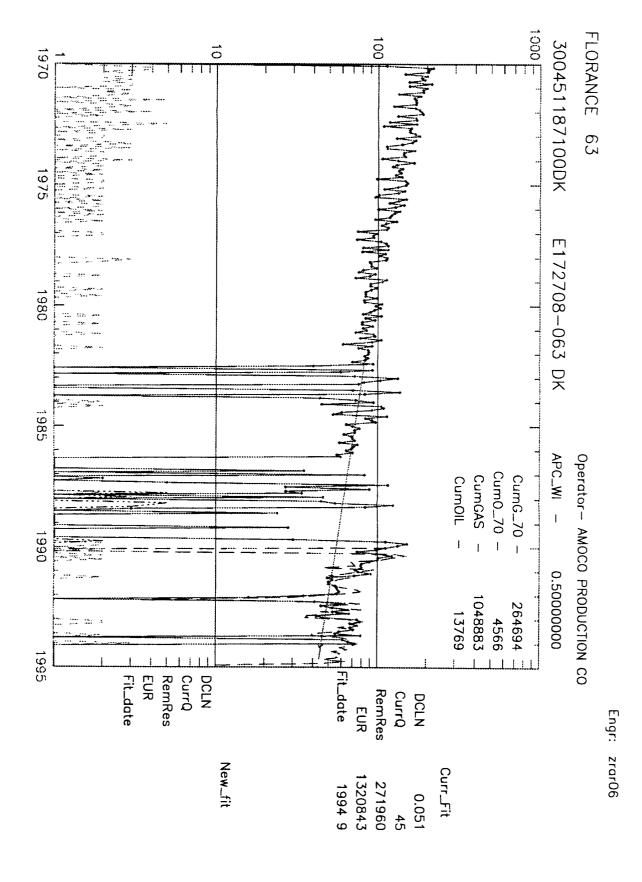
20 June 1966

Amoco Production Company
Offset Operator Plat
Florance D LS 9
T27N-R8W, Section 17
1090'FSL & 1090'FSL
Blanco Mesaverde Formation



### OFFSET WELL PRESSURES AND API GRAVITY INFORMATION

WELLNAME	DK PRESSURE	MV PRESSURE	API GRAVITY
Florance 63	396 TP		60.2
Schwerdtfeger A LS 14		276 TP	64.0
Florance D LS 11		326 TP	60.1



### OFFSET WELL PRESSURES AND API GRAVITY INFORMATION

WELLNAME	DK PRESSURE	MV PRESSURE	API GRAVITY
Florance 63	396 TP		60.2
Schwerdtfeger A LS 14	***	276 TP	64.0
Florance D LS 11	****	326 TP	60.1