



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

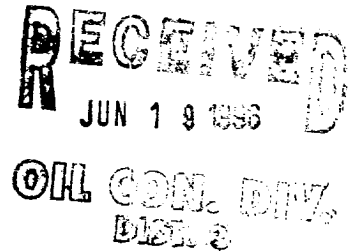
Farmington District Office
1235 La Plata Highway
Farmington, New Mexico 87401

June 14, 1996

IN REPLY REFER TO:

SF-078329 (WC)
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 Blanco Mesaverde and the Aztec Pictured Cliffs Pools in the following well located on Federal lease SF 078329:

^B Daum LS #4
1090' FNL, 2240' FEL, Section 32, T-28N, R-9W
San Juan County, New Mexico

Production profiles from both formations were analyzed to determine if future allocation based on percentages would be equitable. Both formations have been declining at similar rates for the past year. Your Application and allocation method, are hereby approved as submitted, effective the date that actual commingling of the pools occurs. Approved allocation factors are:

Formation	Gas	Condensate
Blanco Mesaverde	12%	none
Aztec Pictured Cliffs	88%	none

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

Sincerely,

Ken Townsend

Duane Spencer
Team Lead, Petroleum Management

bcc:

New Mexico Oil Conservation Division, Santa Fe

New Mexico Oil Conservation Division, Aztec

Well File (SF-078239, Daum LS #4, 1090 FNL, 2240 FEL, Section 32, T-28N, R-9W) W/Application
AIRS

DOM Reader

07327:RHager: 06/14/96 :x366:Daum4.ltr