

Amoco Production Company

BP Amoco
Western Gas Business Unit
Post Office Box 3092
Houston, TX 77253-3092

June 15, 1999

Ms. Lori Wrotenbery, Director
New Mexico Oil Conservation Division
2040 S. Pacheco Street
P. O. Box 6429
Santa Fe, NM 87505

RECEIVED
JUN 18 1999

OIL CON. DIV.
DIST. 3

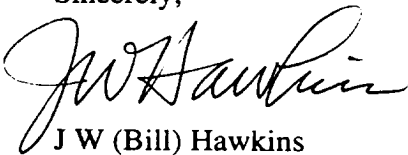
Application for Exception to Rule 303-A-Surface Commingling
A. L. Elliott D #3, A. L. Elliott D #1A, and A. L. Elliott G #1
Unit F Section 12-T29N-R09W
Blanco Pictured Cliffs, Blanco Mesaverde and Basin Dakota Pools
San Juan County, New Mexico

Amoco Production Company hereby makes application for exception to NMOCD general rule 303(A) to permit surface commingling of production from the Blanco Pictured Cliffs Pool in the A. L. Elliott D #3 well, the Blanco Mesaverde Pool in the A. L. Elliott D #1A well and the Basin Dakota Pool in the A. L. Elliott G #1 well referenced above. These wells are all located in Unit B Section 12-T29N-R9W. These wells have been producing for several years and have stabilized production. Surface commingling will offer an economical method of production using a single train of production equipment. The actual commercial value of the commingled production will not be less than the sum of the values of the production from each of the common sources of supply.

The ownership (WI, RI, ORRI) of these pools is identical in these wells. The production allocation formula will be determined by testing the wells when the surface commingling is completed.

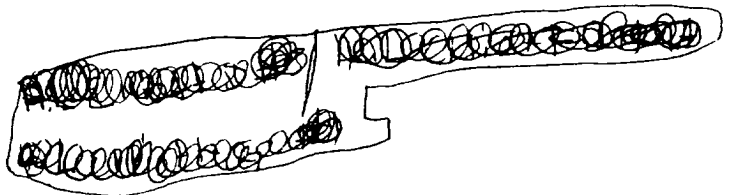
Attached to aid in your review is a table with detailed information on producing liquid and gas gravity and BTUs, a plat showing the location of the wells and a schematic of the proposed commingling installation.

Sincerely,



J W (Bill) Hawkins
Enclosures

cc: James Dean
Mary Corley
Wellfile
Proration File



A.L.#3 F 1A 30-045-22338
A.L.#14 F3 30-045-08555
A.L.#1 F# 30-045-26623

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

Edwina Petersen
704 Refugio Road
Santa Ynez, CA, 93460-9701

Frank O Elliott
DBA Elliott Oil Company
PO Box 1355
Roswell, NM 88202

Duane Spencer
Bureau of Land Management
1235 La Plata Hwy.
Farmington, NM 87401

Jo Anne Treloar
4951 Paradise Road
Santa Barbara, CA 93105-9708

Mineral Management Service
Royalty Management Program
PO Box 5810 TA
Denver, CO 80217-5810

Surface Commingle Application

<u>Well Name</u>	<u>Producing Formation</u>	<u>Liquid Gravity</u>	<u>Gas Gravity</u>	<u>Gas BTU</u>
A. L. Elliott D #3	Pictured Cliffs	No Liquid Production	0.64	1100
A. L. Elliott D #1A	Mesaverde	61.2	0.72	1250
A. L. Elliott G #1	Dakota	54.6	0.71	1222

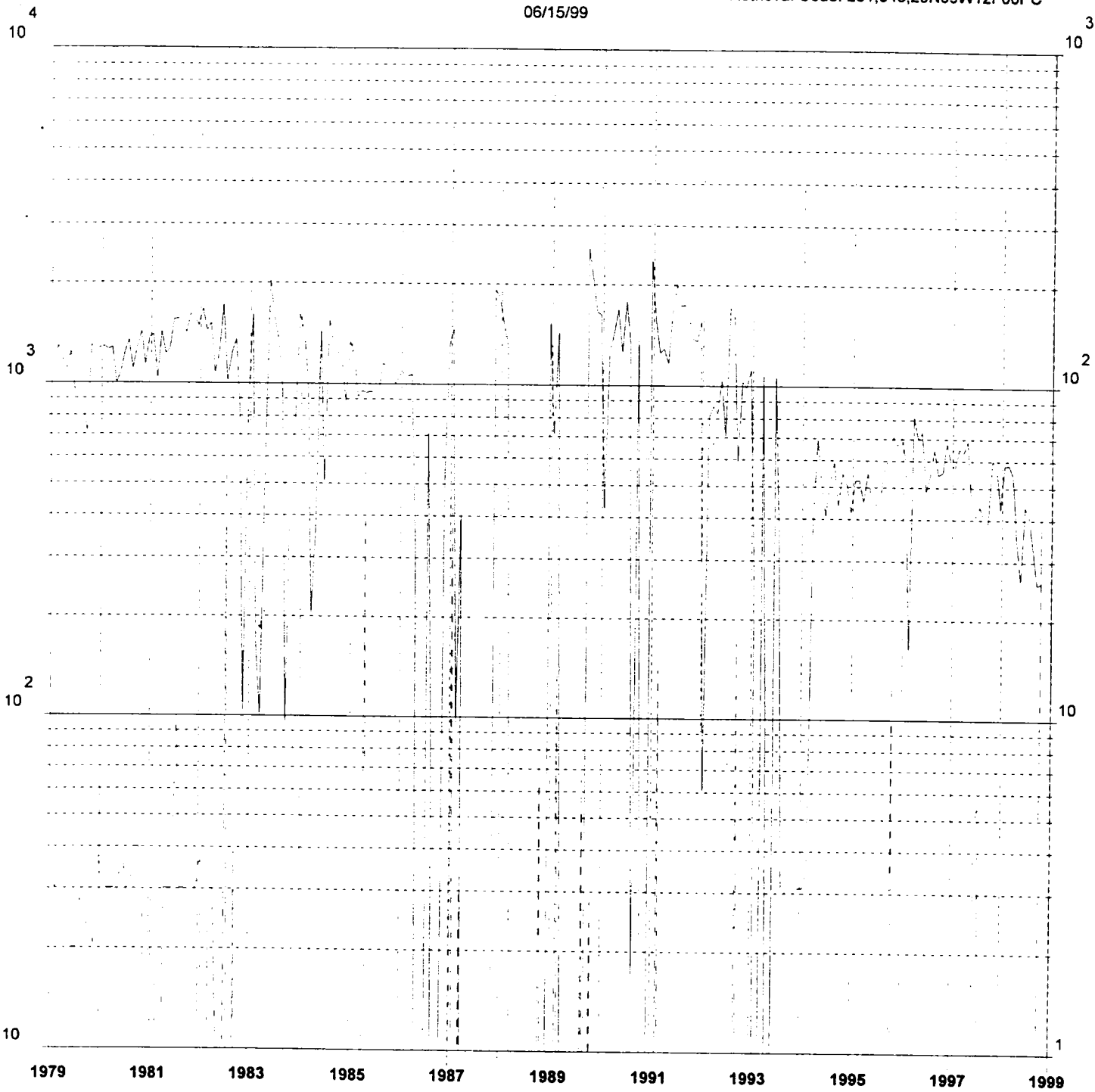
The produced liquid and gas gravities and BTUs are similar and commingling wil not reduce the value.

Dwights

Lease: A L ELLIOTT D (3)

Retrieval Code: 251,045,29N09W12F00PC

06/15/99



Gas (mcf/mo)

County: SAN JUAN, NM

F.P. Date: N/A

Oil (bbl/mo)

Field: BLANCO (PICTURED CLIFFS) P

Oil Cum: 630 bbl

Reservoir: PICTURED CLIFFS

Gas Cum: 1150 mmcf

Operator: AMOCO PRODUCTION CO

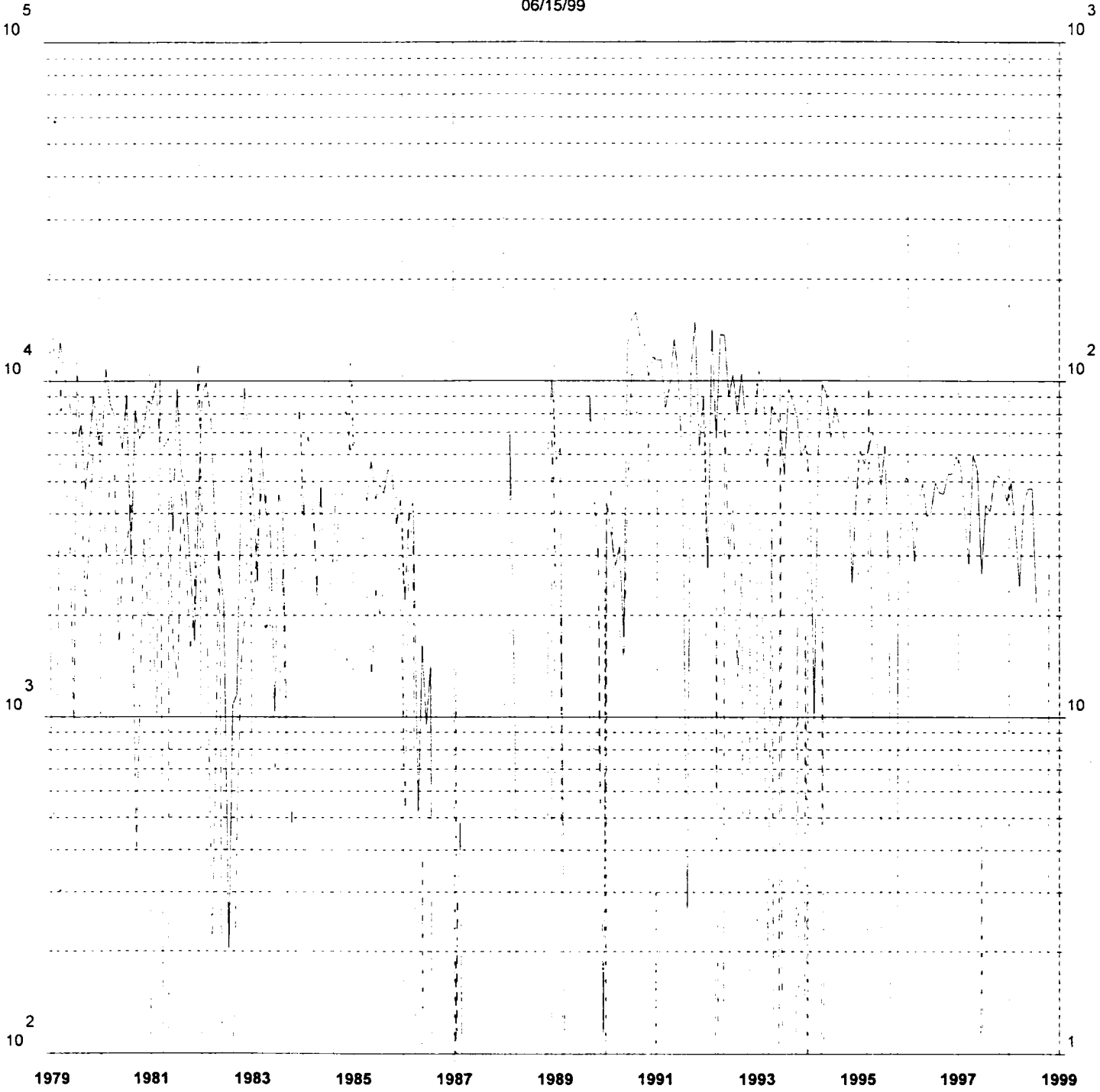
Location: 12F 29N 9W

Dwights

Lease: A L ELLIOTT D (1A)

06/15/99

Retrieval Code: 251,045,29N09W12F00MV



Gas (mcf/mo)

County: SAN JUAN, NM

F.P. Date: 05/77

Oil (bbl/mo)

Field: BLANCO (MESAVERDE) MV

Oil Cum: 6161 bbl

Reservoir: MESAVERDE

Gas Cum: 1542 mmcf

Operator: AMOCO PRODUCTION CO

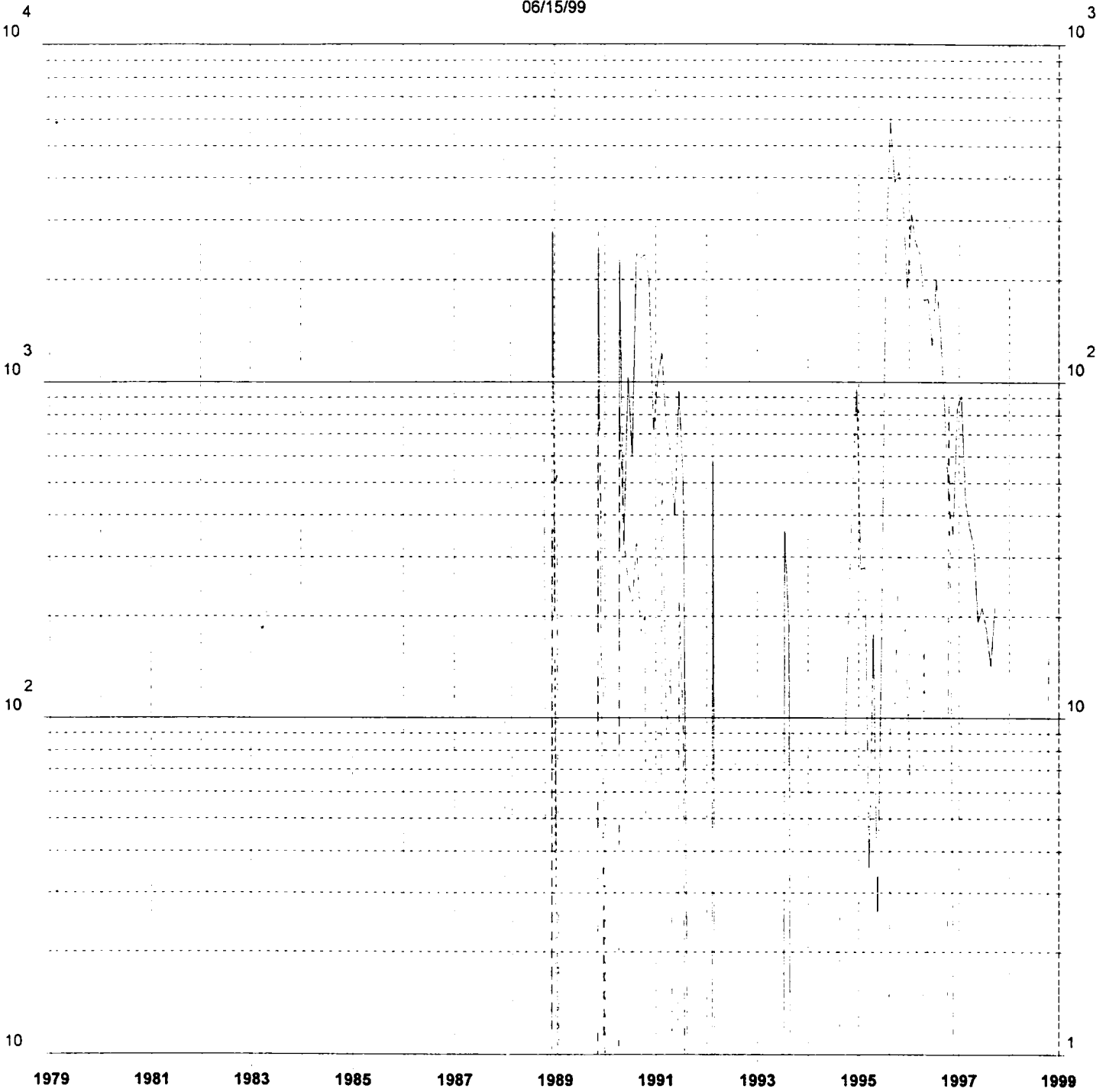
Location: 12F 29N 9W

Dwights

Lease: ANNIE L ELLIOTT G (1)

06/15/99

Retrieval Code: 251,045,29N09W12F00DK



Gas (mcf/mo)

County: SAN JUAN, NM

F.P. Date: 02/88

Oil (bbl/mo)

Field: BASIN (DAKOTA) DK

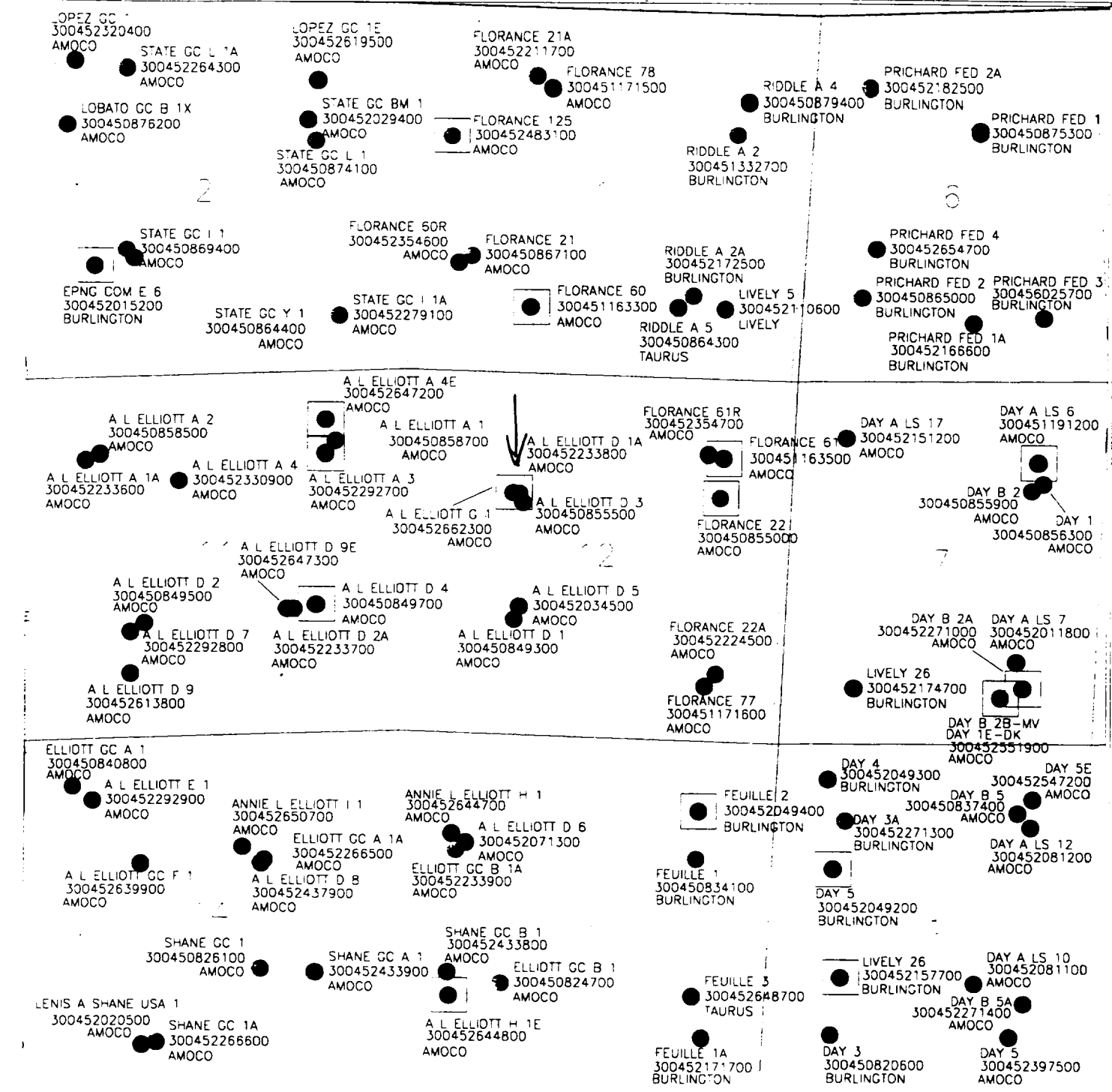
Oil Cum: 843 bbl

Reservoir: DAKOTA

Gas Cum: 77.19 mmcf

Operator: AMOCO PRODUCTION CO

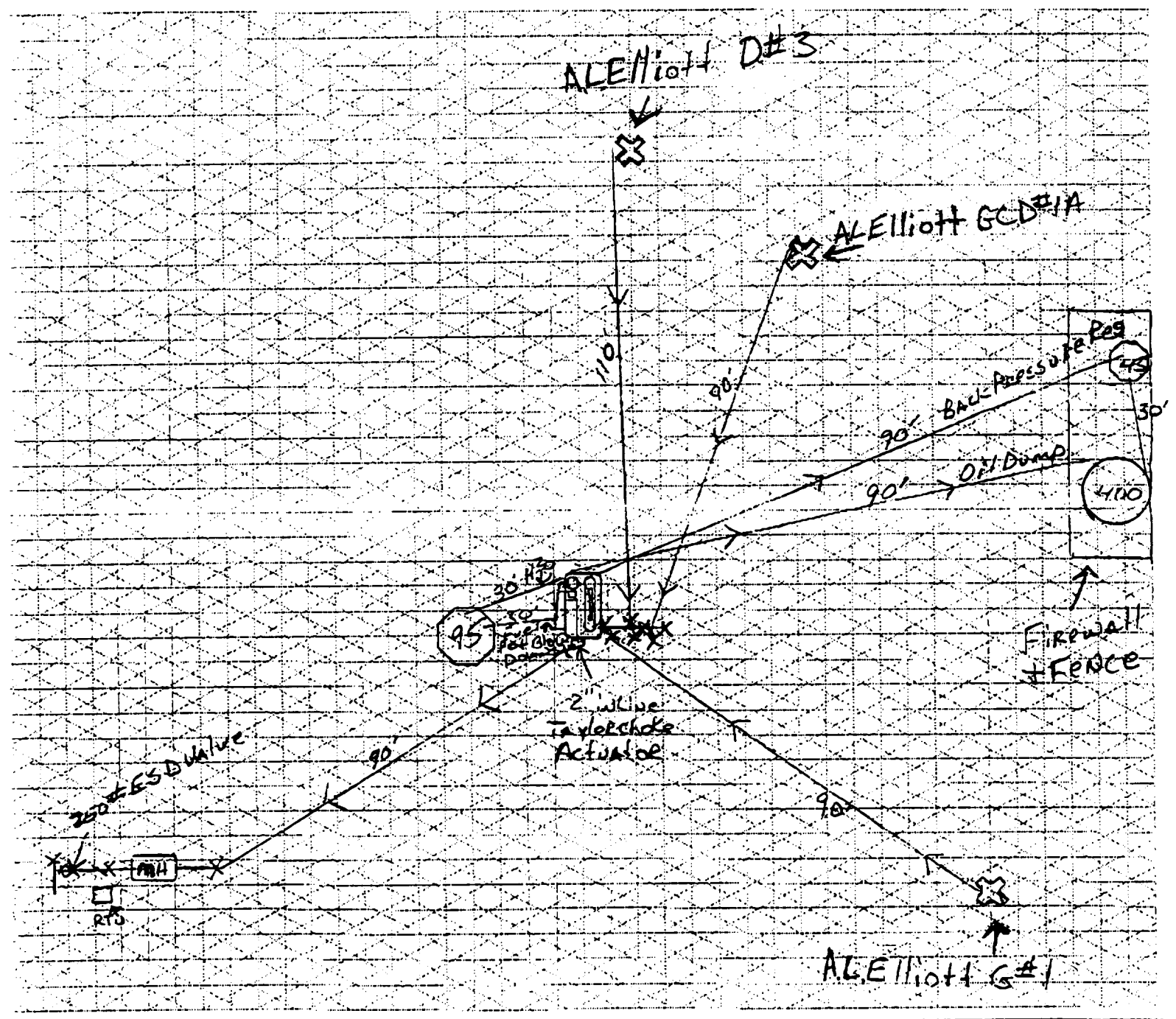
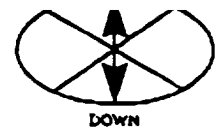
Location: 12F 29N 9W



AMOCO PRODUCTION COMPANY		
SURFACE COMMENCE		
12-29N-9W		
3 SECTION PLAT		
AC		1/4/98
Scale 1:24750.31		

LEGEND	
●	ACTIVE DAKOTA WELLS
○	INACTIVE DAKOTA WELLS
●	ACTIVE MESAVERDE WELLS
○	INACTIVE MESAVERDE WELLS
●	ACTIVE PICTURE CLIFF WELLS
○	INACTIVE PICTURE CLIFF WELLS

NAME OR PROJECT NAME: ALElliott G#1 Trimingle CDP
DER NUMBER: _____



SURPLUS EQUIPMENT

DESCRIPTION	LOCATION		COMMENTS
	FROM	TO	