

Qualities



Southern

Rockies

Business

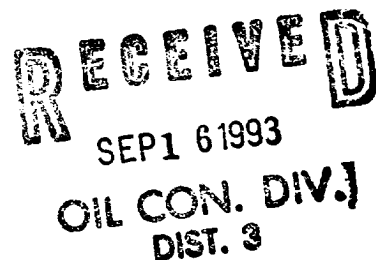
Unit

September 13, 1993

Bureau of Land Management
1235 La Plata Highway
Farmington, NM 87401

Attention: Mr. Ken Townsend

Mesa Verde Surface Commingling
Elliott Gas Com B1
Elliott Gas Com B1A
W/2 Section ~~30~~, T29N-R09W 13-29-9
San Juan County, New Mexico



Per our conversation of September 2, 1993, attached is information regarding the proposed surface commingling of two Mesa Verde wells in Sect. ~~30~~-T29N-R09W. 13

The following is a summary of our meeting:

- 1) The BLM supports and agrees with Amoco's plan to surface commingle the Elliott Gas Com B1 and Elliott Gas Com B1A.
- 2) Subject wells share a common spacing unit W/2 Section 30, T29N-R09W which is comprised of the following federal leases:
 - A) SF-078132 (sec 13: NW/4, N/2SW/4)
 - B) SF-077184 (sec 13: S/2SW/4)
- 3) Subject wells have common ownership:
 - A) Amoco working interest (1.0000)
 - B) federal royalty (0.1250)
 - C) overriding royalty interest (0.0250)
- 4) Based on an annual test, gas production will be allocated on a percentage basis between commingled wells. Condensate production will be reported directly for each well since it will be separated upstream of the commingling point.

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- 5) Surface commingling will allow the production of two wells through one compressor. Currently one well is producing by compression and one is shut in due to line pressure.

Please direct any questions or comments concerning this summary to myself, Ty Smith, at (303) 830-5164.

A handwritten signature in black ink that reads "Ty A. Smith". The signature is written in a cursive, flowing style.

Ty A. Smith

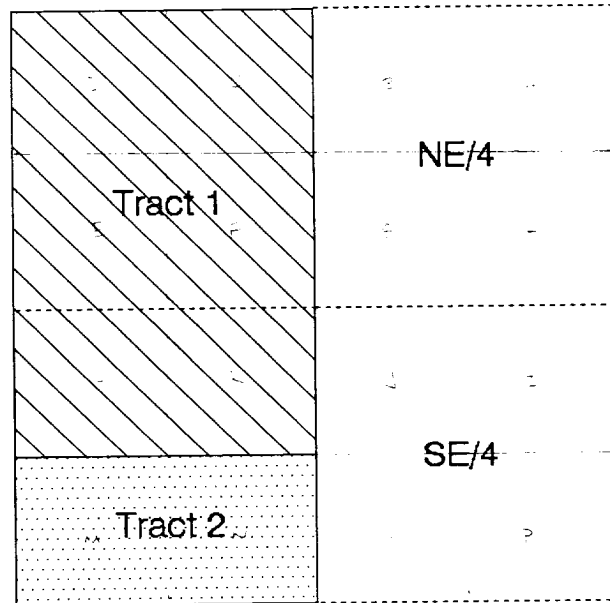
TAS

encl.

cc: Frank Chavez - NMOCD

Blanco Mesa Verde Surface Commingling

Section 13 T29N - R09W



Tract 1

description: sec 13: NW/4, N/2 SW/4

Tract 2

description: sec 13: S/2 SW/4

MesaVerde Surface Commingle Diagram

