



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

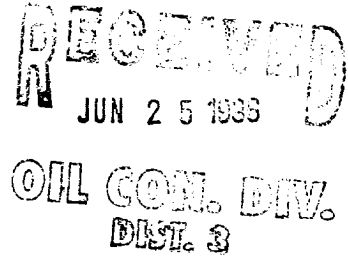
Farmington District Office  
1235 La Plata Highway  
Farmington, New Mexico 87401

June 21, 1996

IN REPLY REFER TO:

NM-76157 (CA)(WC)  
NM-73624 (CA)(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 Otero Chacra, Blanco Mesaverde, and the Basin Dakota Pools in the following well located on fee land, but sharing revenue with Federal lease SF-047020-B through Communitization agreements SCR 153 (Chacra and Mesaverde) and 14-08-001-7454 (Dakota):

**Eaton A #1E**  
**1020' FNL, 1450' FEL, Section 25, T-29N, R-11W**  
**San Juan County, New Mexico**

All three formations have been producing for several years and have clearly defined production profiles with established decline curves. We have analyzed previous production from these formations and determined that all three formations have been declining at similar rates for the past year. The addendum to your application indicates that allocation will be based on the results of individual well tests for each zone. Your application is hereby approved effective the date that actual commingling 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  
AIRS

DOM Reader

CA file NM76157

Ca file NM73624

07327:RHager: 06/21/96 :x366:EatonA.ltr

Well File: T&R, Eaton A #1E, 1020 FNL, 1450 FEL, Section 25, T-29N, R-11W) W/Application



**Southern**

**Rockies**

**Business**

**Unit**

June 18, 1996

Mr. Ray Hager  
U. S. Bureau of Land Management  
1235 La Plata Hwy.  
Farmington, NM 87401

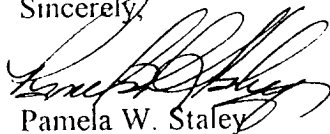
**Allocations for Downhole Commingling**  
**Eaton A #1E Well**  
**Federal Lease No SF-047020**  
**Unit B Section 25-T29N-R11W**  
**Otero Chacra, Blanco Mesaverde and Basin Dakota Pools**  
**San Juan County, New Mexico**

REC'D  
JUN 20 1996  
OIL CON. DIST.  
DIST. 3

Thank you for bringing to my attention that our Application for Exception to Rule 303-Downhole Commingling dated May 7, 1996 inadvertently omitted the attachment for our Allocation recommendation for this well. That allocation recommendation is attached to this letter and will be mailed to all interested parties. Again, I appreciate you alerting me to this error.

Please call me at (303) 830-5344 should you have any questions.

Sincerely,

  
Pamela W. Staley

Attachment

cc: Stan Kolodzie  
Gail Jefferson  
Jim Shaheen - Farmington  
Sheri Bradshaw - Farmington  
Wellfile  
Proration file

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

**ALLOCATION RECOMMENDATION**  
**EATON A #1E**

Allocations for this well will be based on testing done during the workover on this well. The Dakota side of this well has experienced production problems and until we are working on the well we will be unable to tell the nature of the production degradation. It is our intent to test each of the zones to determine an appropriate allocation for each of these zones and submit those recommendations to your Aztec office for approval before producing this well in a commingled state.