



Southern
Rockies
Business
Unit

October 14, 1996

Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
2040 S. Pacheco Street
P.O. Box 6429
Santa Fe, NM 87505

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OIL CON. DIV.
DIST. 3

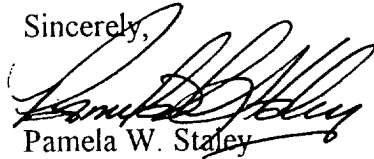
**Application for Exception to Rule 303-A Surface Commingling
Atlantic A LS 9A
1185' FNL & 1575' FWL, Unit C Section 27-T31N-R10W
Blanco Mesaverde and Blanco Pictured Cliffs Pools
San Juan County, New Mexico**

Amoco Production Company hereby makes application for exception to NMOCD general rule 303(A) to permit surface commingling of production from the Blanco Mesaverde Pool and the Blanco Pictured Cliffs Pool for the Atlantic A LS 9A Well located in Unit C of Section 27-T31N-R10W, San Juan County, New Mexico. In support of this application, Amoco states the following:

1. Amoco is the operator of the Blanco Mesaverde Pool underlying the west half of Section 27-T31N-R10W, San Juan County, New Mexico currently dedicated to the Atlantic A LS 9A Well.
2. Amoco is the operator of the Blanco Pictured Cliffs Pool underlying the northwest quarter of Section 27-T31N-R10W, San Juan County, New Mexico currently dedicated to the Atlantic A LS 9A Well.
3. The ownership (WI, RI, ORRI) is common for the pools which are proposed for surface commingling.
4. The surface commingling will offer an economical method of production using a single train of production equipment.
5. 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.
6. Approval of this application will otherwise be in the best interest of conservation, the prevention of waste, and the protection of correlative rights.

Amoco requests that this application be set for examiner hearing of the Oil Conservation Division on November 7, 1996. These wells are on federal lease number NM0606 and a copy of the application will be sent to the Bureau of Land Management.

Sincerely,

A handwritten signature in black ink, appearing to read 'Pamela W. Staley', is written over the typed name.

Pamela W. Staley

Attachments

cc: Pat Archuleta
wellfile
proration files

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

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