



JIM BACA
COMMISSIONER

State of New Mexico
OFFICE OF THE
Commissioner of Public Lands
Santa Fe

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

October 28, 1992

Amoco Production Company
P.O. Box 3092
Houston, Texas 77253

Attention: Mr. K. W. Brand

Re: Application Downhole Commingling Lease No. A-4096-6
State "CK" Well No. 1
Unit N, Section 19-T21S-R37E, NMPM
Lea County, New Mexico
Drinkard & Paddock Pools

Dear Mr. Brand:

Reference is made to your letter of October 23, 1992, wherein you have requested our approval to permit the production from the subject well to be commingled from both the Drinkard and Paddock pools in the wellbore.

We have derived the following information from your application:

1. The produced fluids should be compatible and commingling these fluids should not result in precipitates which might damage the reservoir. Both zones will produce sour oil and gas. Both streams are currently surface commingled and have not caused problems in the battery.
2. The value of the commingled stream will not be diminished from the value of separate stream sales.
3. Both zones to be commingled have common ownership.

Since it appears that there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request for downhole commingling is hereby approved. Any deviation from the substance of your request will be sufficient grounds for rescinding our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

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Your thirty (\$30.00) dollar filing fee has also been received.

If you have any questions, or if we may be of further help,
please contact Pete Martinez at (505) 827-5791.

Very truly yours,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: *Floyd O. Prando*
FLOYD O. PRANDO, Director
Oil/Gas and Minerals Division
(505) 827-5744
JB/FOP/pm
encls.
cc: Reader File

04-04-1992

SECTION 19 TOWNSHIP 21 South RANGE 37 East

D CHEVRON 36.82 C 02 38 B1732-1	C CHEVRON C 02 38 B1732-1	B Not State - - Acreage	A Not State - - Acreage
E PARTNERSHIP 36.85 C 07 42 B1040-6	F PARTNERSHIP C 07 42 B1040-6	G Not State - - Acreage	H Not State - - Acreage
L CHEVRON 36.89 C-G 12 33 A1543-1	K AMOCO C-G 04 41 A4096-6	J Not State - - Acreage	I Not State - - Acreage
M CHEVRON 36.92 C 12 33 A1543-1	N AMOCO C 04 41 A4096-6	O Not State - - Acreage	P Not State - - Acreage

REMARKS

BENE:CS

CHEVRON EUNICE COM #1
CHEVRON EUNICE COM #2
ZONE ABD

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