

DHC. 1045

OIL CONSERVATION DIVISION
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SF-077941 (WC)
3162.7-3 (07327)

JUL 22 1994

Mr. J.W. Hawkins
Amoco Production Company
P. O. Box 800
Denver, CO 80201

Re: Federal Lease SF-077941
Downhole Commingling Application
No. 1R M.N. Galt B
1740' FSL and 1240' FWL
Sec. 6, T. 27 N., R. 10 W.
San Juan County, New Mexico

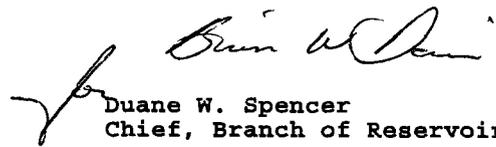
Dear Mr Hawkins:

The Farmington District Office (FDO) of the Bureau of Land Management (BLM) has received your letter dated June 1, 1994, for downhole commingling of the Fulcher Kutz Pictured Cliffs and Basin Fruitland Coal Formations in the above referenced well.

We foresee no problems in the approval process for this proposed well. Once the well has been drilled and an allocation formula determined, please submit this data to this office for approval. A copy what you submit to the New Mexico Oil Conservation Department will be adequate. Any downhole commingling on Federal leases does required BLM approval.

If you have further questions regarding this matter, please contact Brian W. Davis at (505) 599-6367 or (505) 599-8900.

Sincerely,


Duane W. Spencer
Chief, Branch of Reservoir Management

1 Enclosure
1 - Stipulation of Approval (1 p)

bcc:
NMOCD, Santa Fe, NM w/o enclosure