

DHC-1262



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

April 24, 1996

IN REPLY REFER TO:

SF-077106
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 Blanco Mesaverde and the Aztec Pictured Cliffs Pools in the following well:

**Lackey "B" LS #8
890' FSL, 990' FWL, Section 20, T-28N, R-9W
San Juan County, New Mexico**

None of the production from this well is communitized. Your percentage allocation is based on selective formation testing and analysis of previous production. Mesaverde production, while erratic, is declining at a rate similar to Pictured Cliffs production. Your Application and allocation method, are hereby approved as submitted, effective the date that actual commingling of the pools occurs. Approved allocation factors are:

Formation	Gas	Condensate
Blanco Mesaverde	27%	100%
Aztec Pictured Cliffs	73%	-0-%

If you have any questions regarding this correspondence, please contact Ray Hager at (505) 599-6366.

Sincerely,

/s/ Duane Spencer

Duane Spencer
Team Lead, Petroleum Management

bcc:

New Mexico Oil Conservation Division, Santa Fe
New Mexico Oil Conservation Division, Aztec
07327:RHager:4/24/96 :x366Lackey"B".ltr

DOM Reader
AIRS

Well File (SF-077106, Lackey "B" LS #8, 890 FSL, 990 FWL, Section 20, T-28N, R-9W) W/Application