

DHC-1336



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

RECEIVED
JUL 29 1996

IN REPLY REFER TO:
SF-078097 (WC)
3162.7-3 (07327)

July 23, 1996

Mr. Jerry W. Hoover
Sr. Conservation Coordinator
Conoco Inc.
10 Desta Drive, Suite 100W
Midland, TX 79705-4500

RE: Downhole-Commingling-Application
Blanco Mesaverde and Aztec Pictured Cliffs
No. 6 Heaton "LS"
840' FNL & 1630' FEL, Sec 33-T31N-R11W
San Juan County, New Mexico

Dear Mr. Hoover:

The Farmington District Office (FDO) of the Bureau of Land Management (BLM) has received your correspondence on July 11, 1996, for downhole commingling of the Blanco Mesaverde and Aztec Pictured Cliffs in the above referenced well.

The Pictured Cliffs formation had a 1996 mid-year production average of 7 Mcfpd, with a bottom hole pressure of 247 psia and a BTU value of 1188. The Mesaverde formation had a 1996 mid-year range of 49 Mcfpd, with a bottom hole pressure of 581 psia and a BTU value of 1210. Using these figures, the allocation for this well will be as follows:

Formation	Gas Allocation	Oil Allocation
Pictured Cliffs	12%	0%
Mesaverde	88%	100%

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such request shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 *et seq.*

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

Sincerely,

/s/ Brian W. Davis

FOR Duane W. Spencer
Chief, Branch of Reservoir Management

bcc:

NMOCD, Well File (No. 6 Heaton "LS", 840' FNL & 1630' FEL, Sec 33-T31N-R11W), CA File NM73433,
DOMR, Suspense (Brian), AIRS