



Amoco Production Company

Post Office Box 68
Hobbs, New Mexico 88240

L. R. Smith
District Manager

March 19, 1985

File: LRS-604-WF

Re: Commingling of Production
Gillully "B" Federal Lease LC-031736(b)
Monument-Grayburg San Andres Oil Pool
With Other Lease Production

State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

Administrative Order PC-111, as amended, provides for commingling of the Weir Blinebry, Weir Drinkard, and Monument-Tubb production on our Gillully "B" Federal Lease with production being allocated on the basis of periodic well tests.

Approval to commingle the Monument-Grayburg San Andres (GSA) was originally authorized by your letter of November 2, 1962. However, the Monument-GSA was deleted by an amendment to Administrative Order PC-111 dated January 23, 1969, upon Amoco's request.

In September, 1980, the Monument-GSA on the Gillully "B" Lease was returned to production in the commingled battery. Amoco inadvertently overlooked requesting that Administrative Order PC-111 be amended again to include the Monument-GSA Pool. Amoco hereby requests an amendment to Administrative Order PC-111 to include the Monument-GSA Pool in the commingling installation.

The value of the production has not been significantly affected by commingling all four pools, and none of the pools produce more than top allowable. The ownership is common for all pools.

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Attached is an ownership map of the Gillully "B" Federal Lease showing the location and pool from which each well is producing. Also attached is a schematic diagram of the commingling installation.

Your favorable consideration of this amendment will be appreciated.
If you have any questions, contact Gary Clark, 393-1781, Extension 250.

L.R. Smith JR.

GCC/tjt
APRD03-B

Attachments

cc: United States Department of the Interior
Bureau of Land Management
Roswell District Office
P. O. Box 1397
Roswell, NM 88201

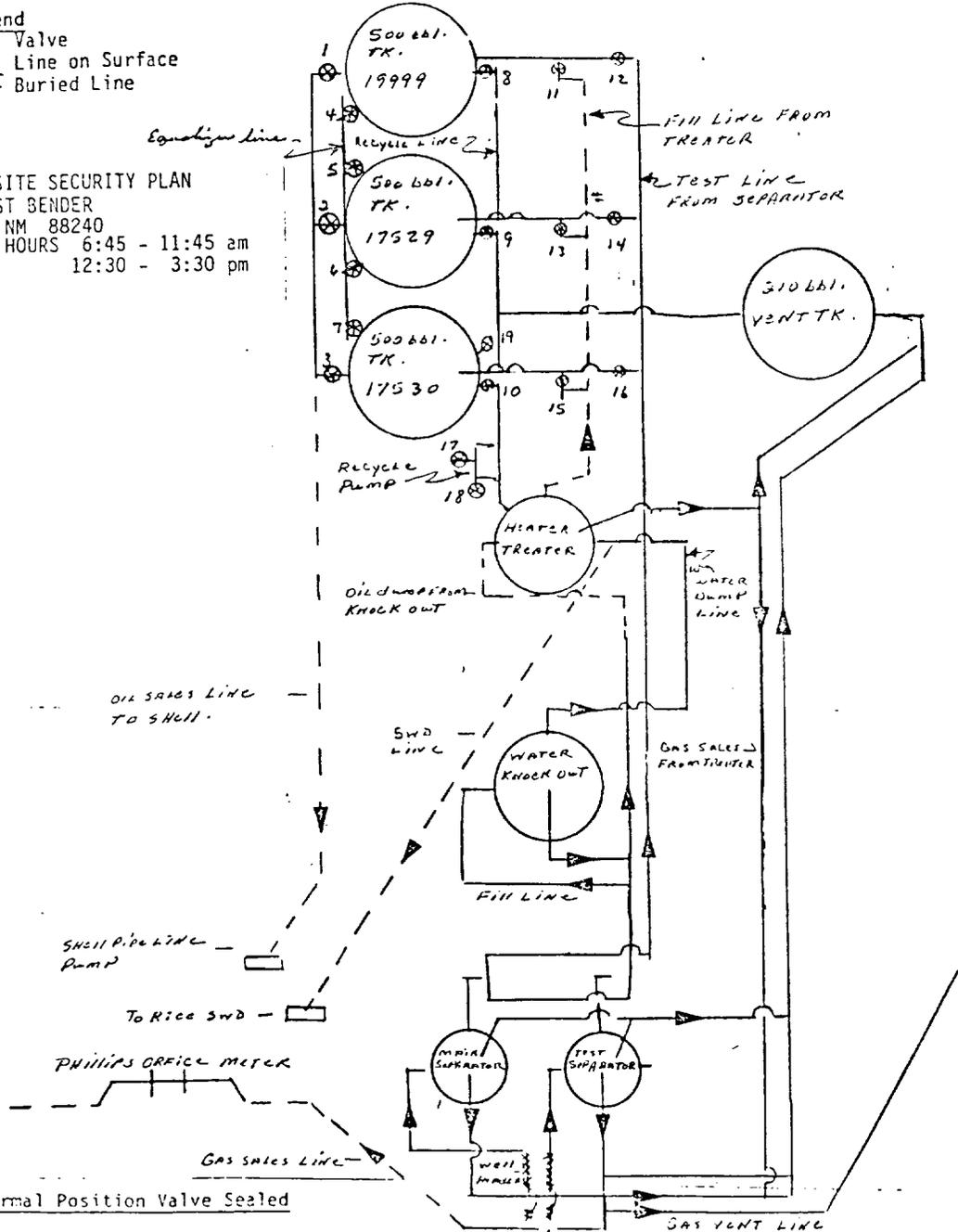
United States Department of the Interior
Bureau of Land Management
Carlsbad Resource Area
P. O. Box 1778
Carlsbad, NM 88220

SITE FACILITY DIAGRAM
AMOCO PRODUCTION COMPANY (USA) - OPERATOR
HOBBS, NEW MEXICO DISTRICT

LEASE NAME: Gilgully "B" Fed Commingled Brkt Fed. Use or Comm No. LC-031736-B
 LOCATION: Unit A, Sec 21, T-20-S, R-37-E Lea Co, N. Mex.
 SITE SECURITY PLAN I.D.: Unit A Federal District - KAM Kroswell District
 TYPE SYSTEM: OPEN (✓) OR CLOSED ()
 METERING METHOD: OIL Tank Gauge GAS Office Meter WATER Well Test
 SPECIAL COMMENTS: _____

Legend
 ⊗ Valve
 --- Line on Surface
 - - - Buried Line

AMOCO SITE SECURITY PLAN
 205 EAST BENDER
 HOBBS, NM 88240
 OFFICE HOURS 6:45 - 11:45 am
 12:30 - 3:30 pm



Normal Position Valve Sealed

Valve No.	Prod. Phase		Sales Phase		Valve No.	Prod. Phase		Sales Phase	
	Open	Closed	Open	Closed		Open	Closed	Open	Closed
1		✓		✓	11	✓			✓
2		✓		✓	12	✓			✓
3		✓		✓	13	✓			✓
4	Not Sealed				14	✓			✓
5	Not Sealed				15	✓			✓
6	Not Sealed				16	✓			✓
7	Not Sealed				17			✓	✓
8		✓		✓	18			✓	✓
9		✓		✓	19			✓	✓
10		✓		✓	20			✓	✓