



Amoco Production Company

Post Office Box 68
Hobbs, New Mexico 88240

L. R. Smith
District Manager

June 20, 1986

File: SGH-986-986.51xLF

Re: Request Amendment to
Administrative Order PC-394
Grizzell "B" Battery

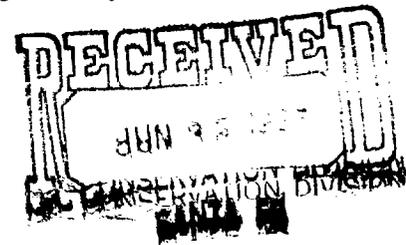
State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87501

Attention: R. L. Stamets
Division Director

This is a request to amend Administrative Order PC-394 to place the requirement for separate metering of the Grizzell "B" No. 3 in abeyance. This requirement was enacted because Well No. 3 was a non-marginal producer. However, in the past months production has become marginal and we do not foresee any possibility of restoring top allowable.

Grizzell "B" No. 3 is located 1830' FNL x 510' FEL, Section 8, T-22-S, R-37-E, Lea County, New Mexico. It is completed in the Brunson Fusselman Pool with a field top allowable of 187 BOPD. The average daily production of this well thus far in 1986 is as follows:

<u>Month</u>	<u>BOPD</u>
January	180
February	188
March	188
April	164
May	127



The removal of the separate metering facility would reduce lease and maintenance expenses such as monthly provings of this meter.

June 20, 1986
File: SGH-986-986.51xLF
Page 2

Allocation of production into this commingled battery will be based on well tests.

Your consideration of this request will be appreciated. If you have any questions, contact C. M. Herring at (505) 393-1781, Extension 252.

L. R. Smith LSG

CMH/sh
APR004-N