



Amoco Production Company

Post Office Box 68
Hobbs, New Mexico 88240

L. R. Smith
District Manager

August 15, 1984

File: LRS-1714-WFxLF

Re: Administrative Approval for Surface Commingling
State "C" Tract 11 Nos. 3, 4, 8 (Hardy Blinebry), and
Nos. 9 and 11 (Hardy Drinkard - Hardy Blinebry -
Downhole Commingled)

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

An exception to NMOCD Rule 303-A is hereby requested for administrative approval to surface commingle oil from the State "C" Tract 11 Wells No. 3, 4, 8 (Hardy Blinebry), and Wells No. 9 and 11 (Hardy Drinkard - Hardy Blinebry DHC). Ownership of both pools is common. The production from each zone will be allocated based on individual well tests. Production data is as follows:

	<u>Nos. 3, 4, and 8 Hardy Blinebry</u>	<u>Nos. 9 and 11 Hardy Blinebry & Drinkard DHC</u>	<u>Commingled</u>
Daily Production	51 BOPD	37 BOPD	88 BOPD
Gravity	41.8°	41.3°	41.6°
Value/BBL	\$30.00	\$30.00	\$30.00

The commercial value of the commingled production will be the same as the total value of the segregated production.

Attached is an ownership map showing the location and pool from which each well is producing, as well as a schematic diagram of the installation.

August 15, 1984
File: LRS-1714-WFxLF
Page 2

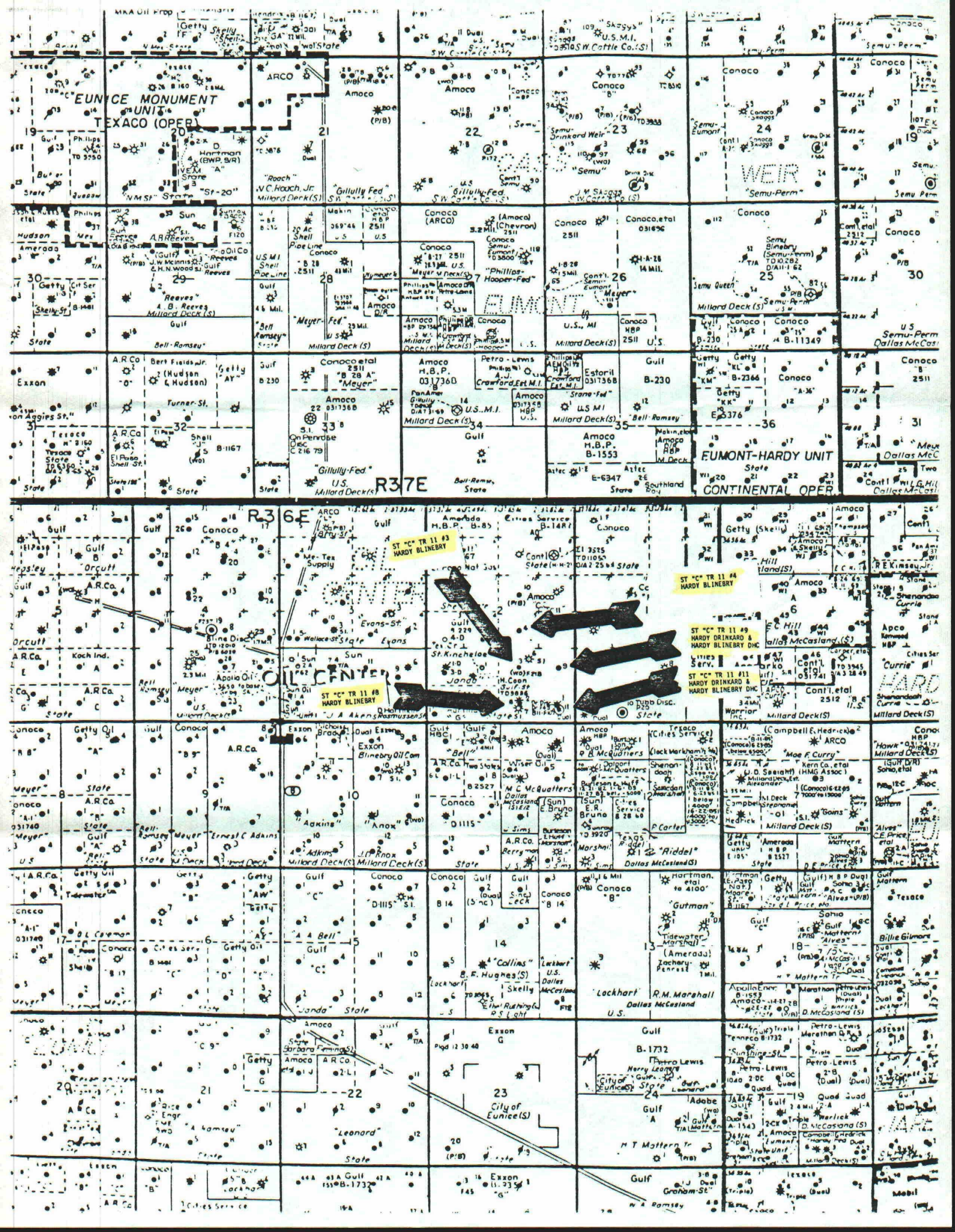
Approval of the proposed commingling has been obtained from the State Commissioner of Public Lands as evidenced by the attached application.

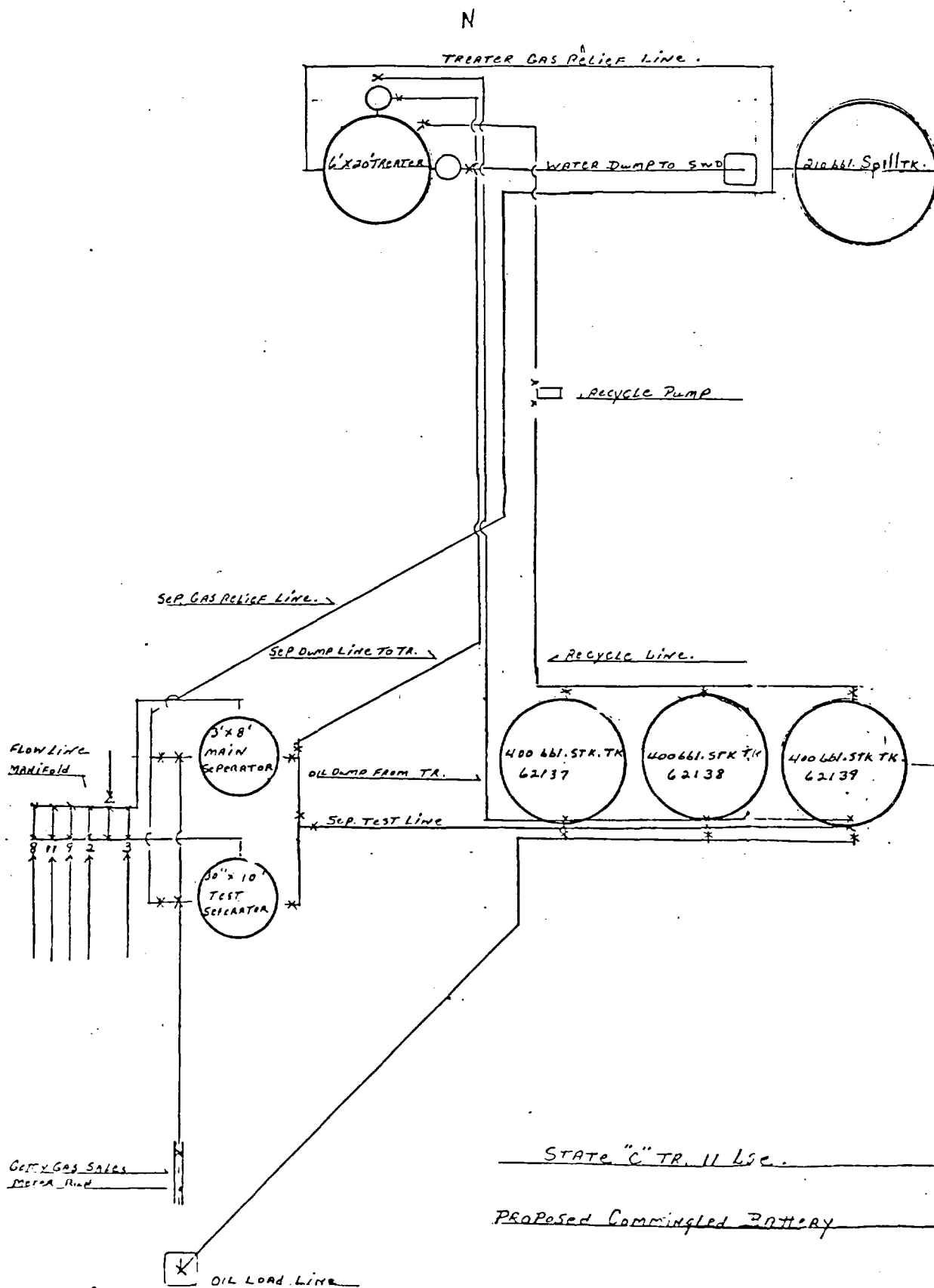
L. R. Smith Jr.

GCC/mjh
APRD04-X

Attachments

cc: State of New Mexico
Energy and Minerals Department
Oil Conservation Division
P. O. Box 1980
Hobbs, NM 88240





State of New Mexico



JIM BACA
COMMISSIONER



Commissioner of Public Lands

August 9, 1984

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148
Express Mail Delivery Used
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

Amoco Production Company
P. O. Box 68
Hobbs, New Mexico 88240

Re: Surface Commingling
State "C" Tract 11 Nos. 3, 4, 8
(Hardy Blinebry) and Nos. 9 and 11
(Hardy Blinebry-Hardy Drinkard DHC)

ATTENTION: Mr. L. R. Smith

Gentlemen:

Reference is made to your letter of August 3, 1984, wherein you have requested approval to surface commingle oil from the State "C" Tract 11 Well Nos. 3, 4, 8 (Hardy Blinebry) and Well Nos. 9 and 11 (Hardy Drinkard - Hardy Blinebry DHC) located on State of New Mexico Lease No. B-1557, Section 2, Township 21 South, Range 36 East, Lea County, New Mexico.

You are hereby given approval to the above request. Any deviation from your proposed request will be reason to rescind our approval. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please remit a Thirty (\$30.00) Dollar filing fee.

Very truly yours,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*
RAY D. GRAHAM, Director
Oil and Gas Division
AC 505/827-5744

JB/RDG/pm
encls.

cc: OCD-Santa Fe, New Mexico
State Lease No. B-1557

RECEIVED	INDEXED
AUG 14 1984	
1	PBM 8/14
3	
4	PBM
COPIES DISTRIBUTED	
WF	