

DHC-1152



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

September 28, 1995

RECEIVED
OCT - 2 1995

OIL & GAS DIV
DIST. 3

IN REPLY REFER TO:
NM-0606(WC)
3162.3-2 (07327)

Pamela W. Staley
Amoco Production Company
1670 Broadway
P.O. Box 800
Denver, Colorado 80201

Dear Ms. Staley:

We have reviewed your application to downhole production from the Blanco Mesaverde and Blanco Pictured Cliffs Pools in the following well:

Atlantic A LS #3A
1150' FNL, 1500' FWL, Section 28, T-31N, R-10W
San Juan County, New Mexico

Early production profiles from both formations (before the Mesaverde was put on compression) was analyzed to determine if future allocation based on percentages would be equitable. After flush production, both formations were declining at rates which varied less than one half of one percent. Your Application and allocation method are hereby approved as submitted effective the date that actual commingling of the pools occurs. Please notify this office via Sundry notice of the date that both pools are commingled and the percentage allocations for oil, gas, and water to each formation.

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

Sincerely,

/s/ Duane Spencer

Duane Spencer
Chief, Branch of Reservoir Management

enclosure:

(1) Application

bcc:

New Mexico Oil Conservation Division, Santa Fe

New Mexico Oil Conservation Division, Aztec

**Well File (Atlantic A LS #3A, 1150 FNL, 1500 FWL, Section 28, T-31N, R-10W) W/Application
AIRS**

DOM Reader

Suspense: RHager (070)

07327:RHager: 9/25/95:x366:Atlantic.ltr