

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

December 21, 1982

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

GOVERNOR LARRY KEHOE SECRETARY

BRUCE KING

Administrative Order No. DHC-384

Amoco Production Company 501 Airport Drive Farmington, New Mexico 87401

Attention: S. D. Blossom, District Superintendent

> Re: Jack Frost "B" Well No. 1-E, SW/4 SW/4 Sec. 27, T-27-N, R-10-W, NMPM, San Juan County Angel Peak-Gallup Associated and Basin Dakota Gas Pools

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations for the subject dually completed well to permit the removal of the down-hole separation equipment and to commingle the production from both pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303-C, and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and Division Order No. MC-2913 which authorized the dual completion and required separation of the two zones, is hereby placed in abeyance.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Upper Pool: Condensate 19%, Gas 24% Lower Pool: Condensate 81%, Gas 76% Pursuant to Rule 303-C 5, the commingled authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

ry truly yours JOE D. RAMEY Division Director

Oil Conservation Division - Aztec cc: Oil & Gas Engineering Committee - Hobbs Minerals Management Service - Farmington Well File

OCD Machine Accounting - Santa Fe