



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONY ANAYA
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

April 6, 1984

Administrative Order No. DHC-458

Amoco Production Company
Petroleum Center Building
501 Airport Drive
Farmington, NM 87401

Attention: S. D. Blossom

Re: Jicarilla Contract/55 Well No.
20, Unit N, Sec. 29, T-26N,
R-5W, Basin Dakota and Blanco
Mesaverde Pools, Rio Arriba
County, NM

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 any administrative Division Order which may have authorized the dual completion and required separation of the two zones, is hereby placed in abeyance.

In accordance with the provisions of Rule 303.C.4., total commingled condensate production from the subject well shall not exceed 30 barrels per day, and total water production from the well shall not exceed 60 barrels per day. The maximum amount of gas which may be produced daily from the well shall

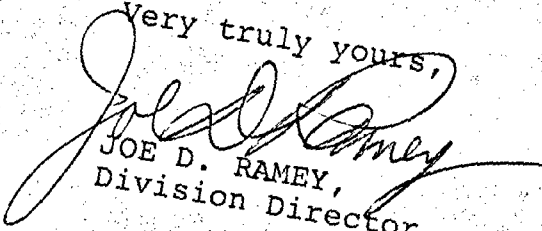
be determined by multiplying current combined gas production by 125%.

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

Basin Dakota Pool: Condensate 64 %, Gas 86 %
Blanco Mesaverde Pool: Condensate 36 %, Gas 14 %

Pursuant to Rule 303-C 5, the commingled authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Very truly yours,


JOE D. RAMEY,
Division Director