

DHC - 1085

OIL CONSERVATION DIVISION
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SF-077941-A (GC)
3162.7-3 (07327)

MAR 8 1995

Mr. J.W.(Bill) Hawkins
Amoco Production Company
P.O. Box 800
Denver, CO 80201

Re: Federal Lease SF-077941-A
Downhole Commingling Applications

1. No. 2E C. A. McAdams B
795' FNL and 1795' FEL
Sec. 28, T.27 N., R.10 W.
San Juan County, New Mexico

2. No. 1E C. A. McAdams B
1090' FSL and 930' FWL
Sec. 28, T.27 N., R.10 W.
San Juan County, New Mexico

Dear Mr Hawkins:

The Farmington District Office (FDO) of the Bureau of Land Management (BLM) has received your letter dated December 22, 1994, for downhole commingling of the Angels Peak Gallup Extension and the Basin Dakota Pools in each of the above referenced wells.

Both of these wells are located on a Federal lease and do require approval of the BLM for commingling. You stated in both applications that historical data will be used to determine the allocation percentage for each formation. A review of each well does support the use of historical production data to determine future allocation. Approval to downhole commingle is granted for each of these, however, we do request that once determined, that the allocation factors be submitted for each of these wells.

Also, it was noted that you used incorrect well footages on each of your applications, the correct footages for each well are shown above. The footages you used on your applications were for locations that were rescinded. Please correct this error on future correspondence.

If you have further questions regarding this matter, please contact Brian W. Davis at (505) 599-6367 or (505) 599-8900.

Sincerely,

/s/ Duane Spencer

Duane W. Spencer
Chief, Branch of Reservoir Management

bcc:
NMOCD, Santa Fe, NM