

United States Department of the Interioration Division

BUREAU OF LAND MANAGEMENT Farmington District Office 1235 La Plata Highway

96 MA 29 AM 8 52

March 28, 1996

Farmington, New Mexico 87401

in reply refer to: SF-078097 3162.3-2 (07327)

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

Dear Ms. Staley:

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

990' FNL, 1650' FEL, Section 30, T-31N, R-11W San Juan County, New Mexico

Production profiles from both formations were analyzed to determine if future allocation based on percentages would be equitable. Both formations have been declining at similar rates for the past year. Your Application and corrected allocation method, are hereby approved as submitted, effective the date that actual commingling of the pools occurs. Approved allocation factors are:

Formation	Gas	Condensate
Blanco Mesaverde	80%	100%
Aztec Pictured Cliffs	20%	-0-%

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,

is/ Duane Spencer

Duane Spencer Chief, Branch of Reservoir Management New Mexico Oil Conservation Division, Santa Fe New Mexico Oil Conservation Division, Aztec Well File (SF-0780970, Heaton LS #8, 990 FNL, 1650 FEL, Section 30, T-31N, R-11W) W/Application AIRS DOM Reader Suspense: RHager (070) 07327:RHager: 328/96 :x366:heaton.ltr

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bcc: