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BUREAU OF LAND MANAGEMENT

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

April 8, 1996

IN REPLY REFER TO: NMSF-080112 14-08-001-1207 SCR 268 3162.7-3 (07327)

Ms. Pamela W. Staley Amoco Production Company P.O. Box 800 Denver, CO 80201

Federal Lease SF-080112 RE. Federal Communtization Agreements 14-08-001-1207 (CRS# 73253) Mesaverde SCR_268 (CRS # 76188) Dakota (Downhole Commingling Application Basin Dakota and Blanco Mesaverde Pools No. 9 Riddle Com 1730' FSL & 1050' FWL Section 17, T., 27 N., R. 8 W. San Juan County, New Mexico

Dear Ms. Staley:

The Farmington District Office (FDO) of the Bureau of Land Management (BLM) has received your letter dated March 18, 1996, for downhole commingling of the Blanco Mesaverde and Basin Dakota Pools in the above referenced well.

The Dakota formation is producing 69 MCFD and .35 BCPD and the Mesaverde is producing 227 MCFD and 1.43 BCPD per January 1996 test data. Corrected bottom hole pressures are 626 psi for the Mesaverde and 685 psi for the Dakota. Using these values, the fixed percentage for allocated production for each formation has been determined as follows:

FORMATION	GAS PRODUCTION	OIL PRODUCTION
Blanco Mesaverde	77%	80%
Basin Dakota	23%	20%

Approval to downhole commingle the Blanco Mesaverde and Basin Dakota formations for the above referenced well is hereby granted.

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

Sincerely,

Is/ Duane Spencer

Duane W. Spencer Team Leader, Petroleum Management والمرادية بتنبط والتارين وسنه bcc: NMOCD, Santa Fe CA File NM73253 and NM76188 Well File (No. 9 Riddle Com, 1730'FSL & 1050'FWL, 17-28N-8W DOMR Suspense (Brian) ATRS

07237:BWDavis:04/02/96:x6367:staleyriddle9.ltr