



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

April 24, 1996

IN REPLY REFER TO:

SF-078566

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 Otero Chacra Pools in the following well:

Storey "D" #1M

**1850' FSL, 1610' FEL, Section 26, T-28N, R-8W
San Juan County, New Mexico**

This well was recently completed in both formations. Your percentage allocation is based on selective formation testing and analysis of offset production. Since there is no CA involved (differing ownership), your Application and 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	63%	100%
Otero Chacra	37%	-0-%

If you have any questions regarding this correspondence, please contact Ray Hager at (505) 599-6366.

Sincerely,

/s/ Duane Spencer

Duane Spencer
Team Lead, Petroleum Management Team

bcc:

New Mexico Oil Conservation Division, Santa Fe
New Mexico Oil Conservation Division, Aztec
07327:RHager:4/24/96 :x366Storey.ltr

DOM Reader
AIRS

Well File (SF-078566, Storey "D" #1M, 1850 FSL, 1610 FEL, Section 26, T-28N, R-8W) W/Application