DH C - 1311



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

June 17, 1996

IN REPLY REFER TO: SF-077111(WF), SRM-1568(CA), I-Sec-942 (CA) 3162.7-3 (07327)

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

RE: Downhole Commingling Application No. 4 Storey "C" 890' FSL and 890' FEL Section 15, T. 28 N., R. 9 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 June 3, 1996, for downhole commingling of the Blanco Mesaverde and Basin Dakota Pools in the above referenced well.

Your application stated that historical data will be used for determination of the allocation factors for each formation. Average production from the Blanco Mesaverde formation is 450 MCFD with .9 BCPD and for the Basin Dakota formation is 40 Mcfd and .5 Bcpd. Bottom hole pressures are 543 psi and 617 psi, respectively.

Approval to downhole commingle the Blanco Mesaverde and Basin Dakota formations for the above referenced well is hereby granted, but is contingent on the submittal of the allocation factors.

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

Sincerely,

Aci Duano Spencer

Duane W. Spencer Team Leader, Petroleum Management

bcc:

NMOCD, Santa Fe CA Files NM 76084 and NM 73145 Well File (No. 4 Storey "C", 890' FSL & 890' FEL,15-28N-9W DOMR Suspense (Brian) AIRS

07237:BWDavis:06/17/96:x6367:staley4storeyc.ltr.ltr