OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

## ADMINISTRATIVE ORDER DHC-1237

Amoco Production Company P.O. Box 800 Denver, Colorado 80201-0800

Attention: Ms. Pamela Staley

DECENTAL DIVE

Vandewart "B" Well No. 3 Unit N, Section 11, Township 29 North, Range 8 West, NMPM, San Juan County, New Mexico. Blanco-Pitcured Cliffs (Gas - 72359) and Basin-Fruitland Coal (Gas - 71629) Pools

Dear Ms. Staley:

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303.C., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the zones is hereby placed in abeyance.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

Production from the subject well shall be allocated as follows:

Gas production from the Blanco-Pictured Cliffs Gas Pool shall be determined utilizing the monthly production forecast submitted by the applicant as an attachment to the downhole commingling application. Gas production from the Basin-Fruitland Coal Gas Pool shall be determined by subtracting Blanco-Pictured Cliffs Gas Pool production from the well's total monthly gas production.

Condensate production shall be allocated to each respective zone in the same percentage basis as the Pictured Cliffs/Fruitland Coal gas production split for that month.

The allocation method established herein may be altered at some time subsequent to initiating downhole commingling operations upon request by the operator and for good cause shown.

REMARKS: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 7th day of June, 1996.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director

SEAL

WJL/DRC

cc: Oil Conservation Division - Aztec

Bureau of Land Management - Farmington

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED		
udget Bureau No. 1004-0135		
Expires: March 31, 1993		

SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  Use "APPLICATION FOR PERMIT - " for such proposals  1. Type of Well Oil Well Other  2. Name of Operator Attention:  Amoco Production Company Nancy I. Whitaker Rm 1280E  3. Address and Telephone No.  P.O. Box 800, Denver, Colorado 80201 (303) 830-5039	5. Lease Designation and Serial No.  SF - 078502  6. If Indian, Allottee or Tribe Name  7. If Unit or CA, Agreement Designation  8. Well Name and No.  VANDEWART B # 3  9. API Well No.  3004526148  10. Field and Pool, or Exploratory Area	
4. Location of Well (Footage, Sec., T., R., M., or Survey Description)	Basin Ft. Coal / Pictured Cliff  11. County or Parish, State	
879 FSL 1600 FWL Sec. 11 T 29N R 8W unit	San Juan New Mexico	
12. CHECK APPROPRIATE BOX(s) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA		
TYPE OF SUBMISSION TYPE OF ACTION		
Subsequent Report    Subsequent Report   Subse	Change of Plans  New Construction  Non-Routine Fracturing  Water Shut-Off  Conversion to Injection  Dispose Water  t results of multiple completion on Well Completion or a Report and Log form.)	
MIRUSU 9/26/96 Set slickline Plug at 3053 FT.  Delications and measured and true vertical depths for all markers and zones pertinent to this work.)*		
Pulled out production packer at 3030 FT. Recovered profile tools and mipples, milled out extension.		
Landed single string of tubing at 3040 FT.  Ran guage ring 1.0906 to top of X nipple at 3024 FT.		
Flow tested 14 hours with 1/2" choke. Recovered 589 MCF, no oil or water.  MORDSU 10/3/96		
14. I hereby certify that the foregoing is true and correct  Signed Tang Title Staff Assista  (This space for Federal or State office use)	PTED FOR RECORD 06-1996	
Approved by Conditions of approval, if any:	NOV 0 8 19,96	
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any matter within its jurisdiction.	tickcible, or mail to talement representations as to	

AHC-1237 (c)