



Amoco Production Company  
501 Airport Drive  
Farmington, New Mexico 87401

December 6, 1972

File: LOS-367-400.1

Subject: L. C. Kelly Lease  
Basin Dakota-Flora Vista  
Gallup Commingling  
NMOCC Case No. 4740  
Order No. R-4335

Mr. Emery C. Arnold  
New Mexico Oil Conservation Commission  
1000 Rio Brazos Road  
Aztec, New Mexico 87410

Dear Sir:

In our letter of October 4, 1972, File: LOS-294-400.1, we advised that the production test after commingling, outlined as Test 2 on Page 2 of the subject order, indicated that Dakota production was not achieved.

We have now completed the additional testing which we advised would be undertaken after the well was on production for awhile. The testing was again conducted as outlined for Test 2 and the producing rate was 784 MCFD. This compares to the before rate of 875 MCFD on August 30, and rates of 867 MCFD on September 20 and 802 MCFD during the deliverability test in early October.

From the above testing it is apparent that Dakota gas production has not been regained and, therefore, the allocation factor for the Dakota should remain at 0%.

Yours very truly,

L. O. Speer, Jr.  
Area Superintendent

JAS:eb  
Attachment (C-122-A, L. C. Kelly #3)

cc: Mr. P. T. McGrath  
U. S. Geological Survey  
Farmington, New Mexico

