

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR August 5, 1982

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

Amoco Production Company Petroleum Center Building 501 Airport Drive Farmington, New Mexico 87401

Attention: R. W. Schroeder,

District Superintendent

Administrative Order No. DHC-369 Stanolind Gas Com "B" Well No. 1 NE/4 SE/4 Sec. 9, T-32-N, R-12-W, NMPM, San Juan County; Undesignated Gallup and Undesignated Greenhorn

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations for the subject dually completed well to permit the removal of the down-hole separation equipment and to commingle the production from both 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 down-hole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above.

In accordance with the provisions of Rule 303-C, the supervisor of the Aztec District Office of the Oil Conservation Division shall determine the proper allocation of production from the subject well following its completion.

Pursuant to Rule 303-C 5, the commingling authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

REMARKS: New Mexico Oil Conservation Division Form C-107, Application for Multiple Completion, dated February 17, 1982, approved by Frank T. Chavez, Superintendent, Aztec District Office, authorizes Amoco Production Company to dually complete its Stanolind Gas Com "B" Well No. 1 in such a manner as to

permit production of gas from the Mesaverde formation and from the downhole commingled Gallup and Greenhorn formations through parallel strings of tubing.

Very truly yours,

JOE D. RAMEY,

Division Director