



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

March 12, 1996

IN REPLY REFER TO:

SF-077082 (DH Comm)  
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:

Baca Gas Com A #1  
1670' FNL, 1175' FEL, Section 26, T-29N, R10W  
San Juan County, New Mexico

Production profiles from both formations were analyzed to determine if future allocation based on percentages would be equitable. Both formations have been declining at similar rates for the past year. Your Application and allocation method, are hereby approved as submitted, effective the date that actual commingling of production occurs. Approved allocation factors are:

| Formation        | Gas | Condensate |
|------------------|-----|------------|
| Blanco Mesaverde | 62% | 100%       |
| Otero Chacra     | 38% | -0-%       |

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order(s) described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such request shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 *et seq.*

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

Sincerely,

/s/ Duane Spencer

Duane Spencer  
Team Leader, Petroleum Management

bcc:

New Mexico Oil Conservation Division, Santa Fe

New Mexico Oil Conservation Division, Aztec

Well File (Baca Gas Com A #1, 1670 FNL, 1175 FEL, Section26, T-29N, R-10W) W/Application  
AIRS

DOM Reader

Suspense: RHager (070)

07327:RHager: 3/12/96 :x366:Baca.ltr