



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

June 21, 1996

IN REPLY REFER TO:

NM-76157 (CA)(WC)
NM-73624 (CA)(WC)
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 Otero Chacra, Blanco Mesaverde, and the Basin Dakota Pools in the following well located on fee land, but sharing revenue with Federal lease SF-047020-B through Communitization agreements SCR 153 (Chacra and Mesaverde) and 14-08-001-7454 (Dakota):

Eaton A #1E
1020' FNL, 1450' FEL, Section 25, T-29N, R-11W
San Juan County, New Mexico

All three formations have been producing for several years and have clearly defined production profiles with established decline curves. We have analyzed previous production from these formations and determined that all three formations have been declining at similar rates for the past year. The addendum to your application indicates that allocation will be based on the results of individual well tests for each zone. Your application is hereby approved effective the date that actual commingling occurs.

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

Sincerely,

/s/ Duane Spencer

Duane Spencer
Team Lead, Petroleum Management

bcc:

New Mexico Oil Conservation Division, Santa Fe
New Mexico Oil Conservation Division, Aztec
AIRS

DOM Reader

CA file NM76157

Ca file NM73624

07327:RHager: 06/21/96 :x366:EatonA.ltr

Well File: T&R, Eaton A #1E, 1020 FNL, 1450 FEL, Section 25, T-29N, R-11W) W/Application