



Amoco Production Company

Denver Region
1670 Broadway
P.O. Box 800
Denver, Colorado 80201
303-830-4040

R. B. Giles
Proration and Unitization Manager

July 11, 1984

Joe D. Ramey, Director (3)
Oil Conservation Division
PO Box 2088
Santa Fe, New Mexico 87501

RECEIVED

JUL 12 1984

File: RBG-170-986.511

OIL CONSERVATION DIVISION

Application for Downhole Commingling
Undesignated Gallup and Dakota
Jicarilla Apache A-118 Lease
Rio Arriba County, New Mexico

Case 8295

Amoco Production Company hereby makes application for an Order authorizing commingling Undesignated Gallup and Dakota production in its Jicarilla Apache A-118 No. 8, P-35-26N-3W, Rio Arriba County, New Mexico, and all wells subsequently to be drilled on this same lease which includes 2,560 acres in Sections 25, 26, 35 and 36-26N-3W.

Amoco Production Company is the owner of all Gallup and Dakota working interest rights under this lease and royalty is common. These zones are, or are expected to be, capable of low rates of production. The proposed commingling may result in the recovery of additional hydrocarbons from each of these formations, thereby preventing waste, and will not violate correlative rights.

In order to allocate the commingled production to each of the zones in the wells, we ask that the order allow Amoco to consult with the supervisor of the Aztec District Office of the Division to determine an allocation formula for any well downhole commingled under that order. We respectfully request this matter be set for hearing at the earliest possible date.

The attached Verification is a part of this application.

R.B. Giles
R.B. Giles

CJB/ae
attachment


cc: Frank Chavez
New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

VERIFICATION

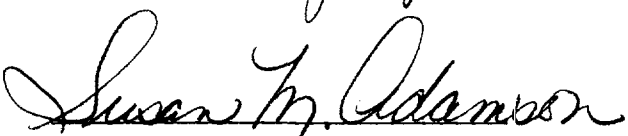
STATE OF COLORADO)
 : ss
COUNTY OF DENVER)

C.J. Boyce, of lawful age, being first duly sworn on his oath,
deposes and says:

That he is employed in an engineering capacity by Amoco
Production Company in its Denver, Colorado, office; that he has
been qualified as an expert engineering witness by the New Mexico
Oil Conservation Commission and his qualifications have been made
of record; that Amoco's application for approval to commingle
Gallup and Dakota production under the Jicarilla Apache A-118
lease, Rio Arriba County, New Mexico, was prepared under his
direction and supervision; that the matters and things therein
set forth are true and correct to the best of his knowledge and
beliefs.


C.J. Boyce

Subscribed and sworn to before me this 11th day of July 1984


Notary Public

My Commission expires:

10-14-87