STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 8295 Order No. R-7650

NOMENCLATURE

APPLICATION OF AMOCO PRODUCTION COMPANY FOR DOWNHOLE COMMINGLING, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on August 8, 1984, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>30th</u> day of August, 1984, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Amoco Production Company, is the cwner and operator of the Jicarilla Apache A-118 Well No. 8, located in Unit P of Section 35, Township 26 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.

(3) That the applicant seeks authority to commingle Undesignated Gallup and Dakota production within the wellbore of the above-described well and all wells to be drilled on this same lease which includes Sections 25, 26, 35, and 36 of this Township.

(4) That said well and said sections all lie adjacent to the Ojito Gallup-Dakota Oil Pool.

(5) That the Ojito Gallup-Dakota Oil Fcol should be extended to include said sections.

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(6) That said extension of the Ojito Gallup-Dakota Cil Fcol will negate the need for approval of the proposed downhole commingling and that portion of the subject application should be dismissed.

IT IS THEREFORE ORDERED:

(1) That effective August 1, 1984, the Ojito Gallup-Dekota Oil Pool, as previously defined and described in Rio Auriba County, New Mexico, is hereby extended to include therein:

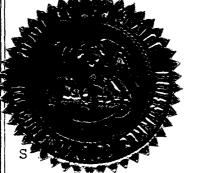
> TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM Sections 2 through 4: All

TOWNSHIP 26 NORTH, RANGE 3 WEST, NMPM Sections 25 and 26: All Sections 35 and 36: All

(2) That the application of Amoco Production Company for downhole commingling of Gallup and Dakota production in its wells in Sections 25, 26, 35, and 36 of Township 26 North, Range 3 West, NMPM, is hereby dismissed.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinaboye designated.



STATE OF NEW MEXICO OIL CONSERVATION DIVISION

mer JOE D. RAMEY, Director