

1625 N. French Dr., Hobbs, NM 88240

DISTRICT II

811 South First St., Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd. Aztec, NM 87410

DISTRICT IV

2040 S. Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department
OIL CONSERVATION DIVISION

2040 S. Pacheco
Santa Fe, New Mexico 87505-6429

APPLICATION FOR DOWNHOLE COMMINGLING

Form C-107-A
Revised March 17, 1999

APPROVAL PROCESS:

☒ Administrative Hearing

EXISTING WELLBORE

X YES NO

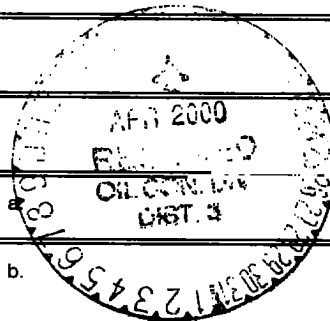
BURLINGTON RESOURCES OIL & GAS COMPANY	PO Box 4289, Farmington, NM 87499
Operator	Address

San Juan 28-6 Unit	#77	K, Sec. 2, T27N, R6W	Rio Arriba
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Lease	Well No.	Unit Ltr. - Sec - Twp - Rge	County
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Spacing Unit Lease Types: (check 1 or more)

OGRID NO. 14538 Property Code 7462 API NO. 30-039-07182 Federal X ☐ State X ☐ (and/or) Fee ☐

The following facts are submitted in support of downhole commingling:	Upper Zone	Intermediate Zone	Lower Zone
1. Pool Name and Pool Code	South Blanco Pictured Cliffs - 72439		Blanco Mesaverde - 72319
2. Top and Bottom of Pay Section (Perforations)	3250'-3314'		4892'-5520'
3. Type of production (Oil or Gas)	Gas		Gas
4. Method of Production (Flowing or Artificial Lift)	Flowing		Flowing
5. Bottomhole Pressure Oil Zones - Artificial Lift: Estimated Current Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original	a. 238 psia (Current) b. 1137 psia (Original)	 a. b.	a. 390 psia b. 1081 psia
6. Oil Gravity (°API) or Gas BTU Content	BTU 1125		BTU 1233
7. Producing or Shut-In?	Producing		Producing
Production Marginal? (yes or no)	Yes		Yes
* If Shut-In, give date and oil/gas/water rates of last production	Date Rates	Date: Rates:	Date: Rates:
Note. For new zones with no production history, applicant shall be required to attach production estimates and supporting data	Date 2/00 Rates: 28 mcf/d 0.0 bopd	Date: Rates:	Date 2/00 Rates: 58 mcf/d 0.0 bopd
* If Producing, give date and oil/gas/water rates of recent test (within 60 days)			
8. Fixed Percentage Allocation Formula -% for each zone (total of %'s to equal 100%)	Oil: 50 % Gas: 35 %	Oil: % Gas: %	Oil: 50 % Gas: 65 %

9. If allocation formula is based upon something other than current or past production, or is based upon some other method, submit attachments with supporting data and/or explaining method and providing rate projections or other required data.

10. Are all working, overriding, and royalty interests identical in all commingled zones? Yes X No
If not, have all working, overriding, and royalty interests been notified by certified mail? Yes X No

11. Will cross-flow occur? X Yes No If yes, are fluids compatible, will the formations not be damaged, will any cross-flowed production be recovered, and will the allocation formula be reliable. X Yes No (If No, attach explanation)

12. Are all produced fluids from all commingled zones compatible with each other? ☒ Yes ☐ No

13. Will the value of production be decreased by commingling? Yes X No (If Yes, attach explanation)

14. If this well is on, or communitized with, state or federal lands, either the Commissioner of Public Lands or the United States Bureau of Land Management has been notified in writing of this application. ☒ Yes ☐ No

15. NMOCD Reference Cases for Rule 303(D) Exceptions: ORDER NO(S). R-10696

16. ATTACHMENTS:

- * C-102 for each zone to be commingled showing its spacing unit and acreage dedication.
- * Production curve for each zone for at least one year. (If not available, attach explanation.)
- * For zones with no production history, estimated production rates and supporting data.
- * Data to support allocation method or formula.
- * Any additional statements, data, or documents required to support commingling.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Leanne Hobbs TITLE Operations Engineer DATE 4/13/00

TYPE OR PRINT NAME Jennifer Dobson TELEPHONE NO. (505) 326-9700

nco