Submit 3 Copies to Appropriate

## State of New Mexico Energy, Minerals and Natural Resources Department

Form C-103 Revised 1-1-89

District Office	TAMES TO DESIGNATION	7
P.O. Box 1980, Hobbs NM 88241-1980 2040	Santa Fe, NM 87505	
DISTRICT II P.O. Drawer DD, Artesia, NM 88210		
DISTRICT III 1000 Rio Brazos Rd., Aztec, NM 87410		STATE FEE  6. State Oil & Gas Lease No. NMSF 079319
SUNDRY NOTICES AND REPORTS	S ON WELLS	
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)		7. Lease Name or Unit Agreement Name Schwerdtfeger A LS
1. Type of Well: OIL GAS WELL OTHER		
2. Name of Operator		8. Well No.
Cross Timbers Operating Company		#11
3. Address of Operator 2700 Farmington Ave., Bldg. K. Ste 1 Farmington, NM 87401		9. Pool name or Wildcat S Blanco PC/Blanco MV
4. Well Location Unit Letter G: 1,710' Feet From The	North Line and 1,60	D1' Feet From The East Line
Section 6 Township 27	Range 8 how whether DF, RKB, RT, GR, etc GL 6,462'	NMPM San Juan County
Check Appropriate Box to NOTICE OF INTENTION TO:	Indicate Nature of Noti	ice, Report, or Other Data
NOTICE OF INTENTION TO.		
PERFORM REMEDIAL WORK PLUG AND ABANDO	REMEDIAL WORK	☐ ALTERING CASING ☐
TEMPORARILY ABANDON CHANGE PLANS	COMMENCE DRILLING	GOPNS. U PLUG AND ABANDONMENT U
PULL OR ALTER CASING	CASING TEST AND CI	EMENT JOB L
OTHER: Downhole Commingle	X OTHER:	
<ol> <li>Describe Proposed or Completed Operation Clearly state all p work) SEE RULE 1103.</li> </ol>	ertinent details, and give pertinent	dates, including estimated date of starting any propos
Cross Timbers requests approval to downhole	commingle the above ment	cioned well in the following manner:
<ol> <li>MIRU PU.</li> <li>POH w/dual completion equipment.</li> <li>Clean out to PBTD @ 5,124' if needed.</li> <li>RIH w/production string &amp; land tubing @ 5. Swab well to flowing &amp; RWTP.</li> <li>Install pumping unit equipment if necess</li> </ol>		
This work will start as soon as BLM and NMC	OCD approval is granted.	
I hereby certify that the information above is true and complete to the best		
SIGNATURE Warm Sleed	Operations Eng	ineer DATE 12/22/00
TYPE OR PRINT NAME Darrin Steed		TELEPHONE NO. 505-324-1090
(This space for State Use)  Odcinal Stands by GTGVETAN, PARTIES	REPUTY OIL & GAS B	ESPECTOR, DIST 🧀 DEC 26 2000
APPROVED BY	1TTLE	DATE
CONDITIONS OF APPROVAL, IF ANY:		

December 22, 2000

Mr. Frank Chavez New Mexico Oil Conservation Division 1000 Rio Brazos Rd. Aztec, New Mexico 87410

RE: Administrative Approval to Downhole Commingle Schwerdtfeger A LS #11 1,710' FNL and 1,601' FEL Unit G, Section 6, T-27-N, R-8-W San Juan County, New Mexico

Dear Mr. Chavez:

Cross Timbers Operating Company hereby requests administrative approval to downhole commingle the above referenced well. Attached for your reference are the following exhibits:

- 1. Sundry Notice (NMOCD Form C-103)
- 2. Decline Curves used for Production Allocation

This well was drilled and originally completed as a dual completion in the South Blanco Pictured Cliffs (72439) and Blanco Mesaverde (72319) in 1958. The well is still producing as dual completion. Both zones are included in the pre-approved pools established by Division Order R-11363. The well is perforated in the South Blanco Pictured Cliffs from 2,670'-2,712' and Blanco Mesaverde from 4,986'-5,116'. Based on decline curve analysis the following allocation was determined:

South Blanco Pictured Cliffs (72439)	Oil – 0%	Gas – 44%
Blanco Mesaverde (72319)	Oil – 100%	Gas – 56%

Both pools have common interest owners. Commingling both zones will not reduce the ultimate recovery of either pool. Downhole commingling will improve recovery of liquids, eliminate redundant surface equipment and maximize compressor efficiency. Notice has been filed with the BLM on Form 3160-5 concerning this matter.

C:\Work\Schwerdtfeger A LS #11\DHC Application.doc