DISTRICT I

STRICTI

rO Box 1980, Hobbs, NM 88241 1980

State of New Mexico
Energy, Minerals and Natural Rasources Department

Form C-107-A New 3-12-96

OIL CONSERVATION DIVISION

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

APPROVAL PROCESS:

Administrative Hearing

1246

Producing

EXISTING WELLBORE

811 Southl First St. Arlesia NM 88210 2835 DISTRICT III

7. Producing or Shut-In?

SIGNATURE

TYPE OR PRINT NAME Kay Maddox

1000 Rio Brazos Rd Aztec, NM 87410 1693	APPLICATION FOR DO	APPLICATION FOR DOWNHOLE COMMINGLING				
Conoco Inc.		10 Desta Dr. Ste 100W, Midlan	d, Tx. 79705-4500			
Lackey B LS	16	Section 20, T-28-N, R-9-W, nittir Section Rge	B San Juan County g Unit Lease Types (check 1 or more)			
OGRID NO. 005073 Property Cod	de API NO.		X , State (and/or) Fee			
The following facts ate submitted in support of downhole commingilng:	Upper Zone	intermediate Zone	Lower Zone			
Pool Name and Pool Code	Blanco Mesaverde 72319		Basin Dakota 71599			
TOP and Bottom of Pay Section (Perforations)	4012-4640'	-	6553-6687'			
Type of production (Oil or Gas)	Gas	DECEIVED	Gas			
Method of Production {Flowing or Artificial Lilt}	To Flow	MAR - 2 1998	Flowing			
5. Bottomhole Pressure Oil Zones - Artilicial Lift: Estimated Current	a (Current)	OUL COM. DIV.	a. 718			
Estimated Current Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original	b(Original)	b.	b.			
6. Oil Gravity (°API) or Gas BT Content	1240		2359			

To be Completed

Production Marginal? (yes or no)	Yes		Yes
If Shut-In give date and oil/gas/ water rates of lsst production Note For new zones with no production hiStory applicant shad be required to attach production	Date Raies	Date Martes	Date Rates
estimates and supporting dara • If Producing, date and oil/gas/ water rates of recent test (within 60 days)	Production to be Rates allocated by Subtraction - See attached table	Dale Rates	Est 9/98 Rates 33 MCFD, .2 BOPD, 1 BWPD
8. Fixed Percentage Allocation Formula -% or each zone	uil Gas	uil Gas %	⊖il gas
If allocation formula is based u submit attachments with supp	pon something other than curr orting data and/or explaining π	ent or past production, or is ba nethod and providing rate proje	used upon some other method, ections or other required data.
 Are all working, overriding, and If not, have all working, overrid Have all offset operators been 	d royalty interests identical in a ding, and royalty interests bee given written notice of the prop	ill commingled zones? n notified by certified mail? oosed downhole commingling?	X Yes — No Yes — No X Yes — No
Will cross-flow occur? X You flowed production be recovere	esNo If yes, are fluids coi d, and will the allocation formu	mpatible, will the formations not labeled with X	ot be damaged, will any cross- No (If No, attach explanation)
12. Are all produced fluids from al	I commingled zones compatible	e with each others X Y	es No
13. Will the value of production be	decreased by commingling?	Yes _x_No (If Ye	s, attach explanation)
 If this well is on, or communiting United States Bureau of Land 	zed with, state or federal lands Management has been notified	s, either the Commissioner of F d in writing of this application.	Public Lands or the X Yes No
15. NMOCD Reference Cases for F	Rule 303(D) Exceptions:	ORDER NO(S).	
* Production curve fo • For zones with no p • Data to support alloo • Notification list of a • Notification list of w	r each zone for at least one yes roduction history, estimated pr cation method or formula. Il offset operators.	s spacing unit and acreage dec ar. (If not available, attach exp roduction rates and supporting y interests for uncommon inter- uired to support commingling.	lanation.) data. est cases.

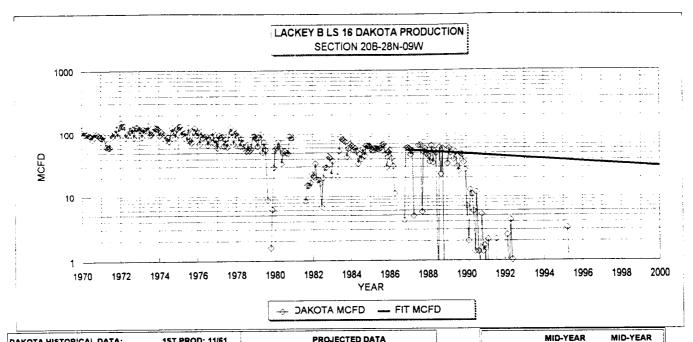
_ TITLE ___ Regulatory Agent

_TELEPHONE NO. (915)

DATE

686-5798

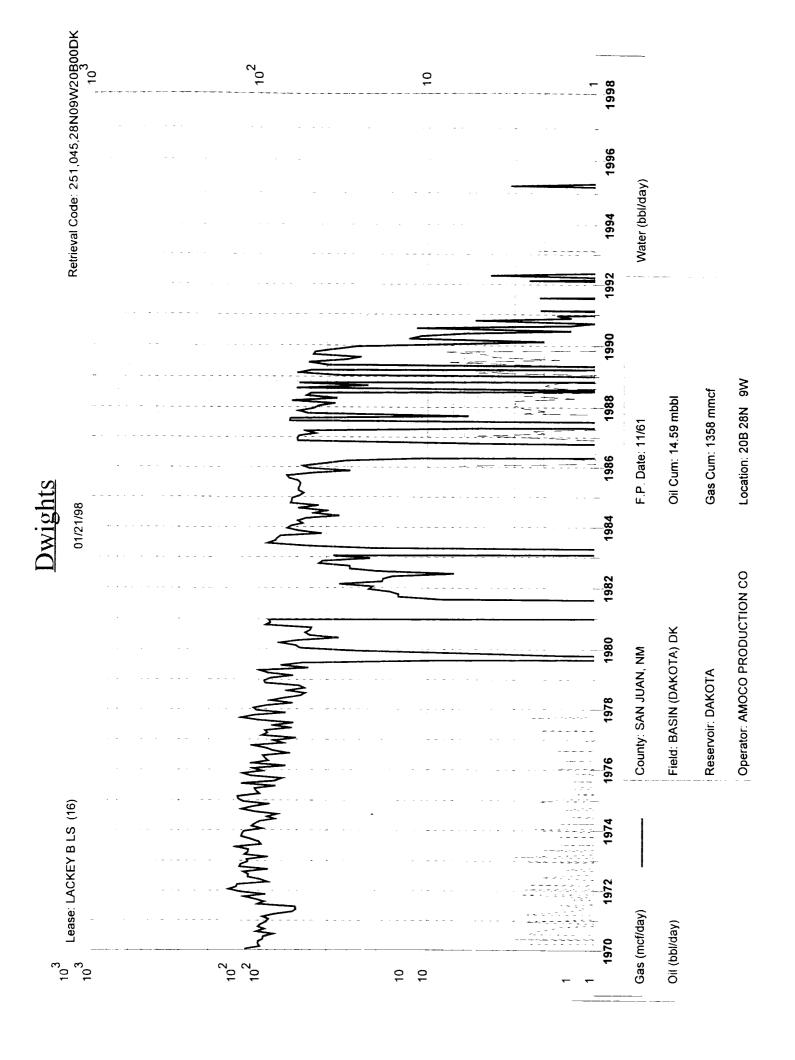
I hereby certify that the information above is true and complete to the best of my knowledge and belief.



DAKOTA HISTORICAL DATA:		1ST PROD: 11/61	PRO	DJECTED DATA
OIL CUM:	14.59	MBO	1/1/98 Qi:	34 MCFD
GAS CUM:	1358.0	MMCF	DECLINE RATE:	4.4% (EXPONENTIAL)
CUM OIL YIELD:	0.0107	BBL/MCF	1	
OIL YIELD:	0.0036	BBL/MCF, LAST 3	YRS	
AVG. USED:	0.0072	BBL/MCF		

PRODUCTION FORECAST FOR SUBTRACTION METHOD COMMINGLE ALLOCATION

YEAR	AVG, MCFD	AVG. BOPD
1998	33.2	0.24
1997	31.8	0.23
1998	30.4	0.22
1999	29.0	0.21
2000	27.8	0.20
2001	26.5	0.19
2002	25.4	0.18
2003	24.3	0.17
2004	23.2	0.17
2005	22.2	0.16
2006	21.2	0.15
2007	20.3	0.15
2008	19.4	0.14
2009	18.5	0.13
2010	17.7	0.13
2011	16.9	0.12
2012	16.2	0.12
2013	15.5	0.11
2014	14.8	0.11
2015	14.1	0,10
2016	13.5	0.10
2017	12.9	0.09
2018	12.3	0.09
2019	11.8	80.0
2020	11.3	80.0
2021	10.8	80.0
2022	10.3	0.07
2023	9.9	0.07
2024	9.4	0.07
2025	9.0	0.06
2026	8.6	0.06
2027	8.2	0.06
2028	7.9	0.06
2029	7.5	0.05
2030	7.2	0.05



Section A.

Date .. JULY 3, 1961

Operator EL PASO MATURAL CAS COMPAN	Y	Lease	LACKEY "B"	sf 077106		
Well No. 15 Unit Letter B Section Located 1180 Feet From NORTH Tounty SAN JUAN G. L. Elevation DAKOTA L. Is the Operator the only owner in the 1811 of the Company of the control of the	Line, on 5912	1460	Detrace N Pool B	From EAS reals 320 ASIN DAKOTA	T	MPM Linn Circs
Yes No	ave the intere	ests of al	Litae owners b	een vonsolitus!		. មហេត
3. If the answer to question two is "no", list	ail the owne	ers and the	er responses a	nterests below:		
Owner			Lan : <u>D</u>	escription		
		* **			· · · · · · · · · · · · · · · · · · ·	
Section B.	Note: All	distances	must be from	uter houndaries	of section	
This is to certify that the information			NX ^c	XXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	**************************************	
in Section A above is true and complete			N8	% SFF	077105	
to the best of my knowledge and belief.			NQ-	- \$H8F-	31123	
El Paso Entural Cas Company			N		N	
(Operator) Driginal Signed R. G. MILLER			- 		1460'	
(Representative)			NX.	49. 00 0 3.07		
Dox 790		· =	· · · N 8 -	SF 077106	· XN	
(Address)			NX		ØN.	
Farmington, New Yexico			SECTION	20		
			S			
·		÷	- 1		80	\
						
			NX			:
	- •		NA I			
			N.	XXXXXXX		
	0 33. 44.,	990-1320-169 14	19491211 2641 We finches eq	2005 **.5 *55 ual 1 mile	ra ¶0a 3	

This is to perify that the above that you propored from field copies of actual surveys made by menor under my supervisor, and made to expend we true and introduce to the best of my knowledge and belief.

3,.1

6.0.2 racker

District 1 PO Box 1980, Hobbs. NM 88241-1980 State of New Mexico Energy, Minerals & Natural Resources Department

Revised February 21, 1994 instructions on back

District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd. Aztec, NM 87410

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe. NM 87504-2088 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

District IV PO Box 2088, Santa Fe. NM 87504-2088

- 1	AMENDED	REPORT

AF	Pl Numbe			2 Pool C	AND ACR		3 Pool Nam			
	045-0734			72319		Blanco Mesaverde				
4 Property		* 7				perty Name 6 Well Number				
	Lackey I									
7 OGRID No.						tor Name		9	Elevation	
005073	3	Cond	oco Inc.,	10 Desta	Drive, Ste. 10	0W, Midland, T	79705-4500		5912'	
		-			10 Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County	
В	20	28N	9W		1180	North	1460	East	San Juan	
			11 Bo	ttom Ho	e Location I	f Different Fro	m Surface			
UL or lot no.	Section	Township	Range	Lot ldr	Feet from the	North/South line	Feet from the	East/West line	County	
Dedicated Acre	s 13 Joir	t or Infil 14	Consolidati	on Code 15	Order No.					
320		WILL DE	A CCLCNII	TO TO THE	IS COMPLETION	ON UNTIL ALL	NTERESTS HA	VE REEN C	ONSOLIDATE	
NO ALLO	WABLE	WILL BE	INDICCA TO KOK	ANDARD	IS COMPLETE TINIT HAS RI	EEN APPROVED	BY THE DIVI	SION	ONGOEIDANE	
		UK A	NON-31	THOUSE					D TYPY C A TIO	
•				E			17 OPER	RATOR CE	RTIFICATIO	
		ŀ		=			I hereby certif	fv that the informat	ion contained herein	
				E	0811				y knowledge and bel	
				E	<u> </u>		3			
				=			31			
				E	, ,		31	,		
		l		E	V	1460'	3 1 / /	/ ,		
				E	0 ←	1100	 ∃ /K	11/2	1den/	
				<u> </u>			 ₹1 9 (//	ut 11/400	ldex	
		Į.		Ē			Signature	7		
				E]	Kay Mad	ldox	
				Ē			Printed Nam	e		
				E	İ		3 1	Regulatory	Agent	
				Ē			Title	$\frac{1}{2}$	$\overline{\alpha}$	
				Ę			3	1125/	78	
				Ē			Date	7		
				<u> </u>			18 SUR	VEYOR CE	RTIFICATIO	
				E			I hereby ceri	uf, that the well los	cation shown on this	
		1		E					cinal surveys made h	
		1		F					hat the same is true t	
				E				s best of my belief.		
				Ē	,		∄			
		1		Ē			Date of Sun	æy		
				Ē			41	nd Seal of Professio	onal Survevor:	
							T Cyringe	202 0.7 10.000		
				ŧ			3			
				E			3			
				Ŧ.			3 ∤			
				Ī			≛			
				I			∃			
		1		Ī			3			
								Vumber		

Conoco, Inc. 10 Desta Dr Ste 100W Midland, TX 79705

Re: Application to Downhole Commingle C-107A Lackey B LS #16, Section 20, T-28-N, R-9-W, B San Juan County, New Mexico

Notification Of Offset Operators:

Amoco PO Box 800 Denver, CO 80201

Burlington Resources PO Box 4289 Farmington, NM 87499

S&G Interests 811 Dallas DTE 1505 Houston, TX 77002

West Largo 6638 W. Ottawa Ave STE 100 Littleton, CO 80123