DISTRICT I

DISTRICT II

P.C. Box 1980, Hobbs, NM 88241-1980

811 South First St., Artesia, NM 88210-2835

State of New Mexico Energy, Minerals and Natural Resources 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

EXISTING WELLBORE YES NO

DISTRICT III APPLICATION FOR DOWNHOLE COMMINGLING 1000 Rio Brazos Rd., Aztec, NM 87410-1693

Conoco Inc.	Add	10 Desta Dr., Ste 100W, Midla	nd, TX 79705-4500
Federal	6E	E-6-T29N-R11W	San Juan
OGRID NO. 005073 Property C		Jnit Ltr Sec Twp Rge	County ng Unit Lease Types: (check 1 or more)
The following facts are submitted in support of downhole commingling:	Upper Zone	intermediate Zone	Lower Zone
1. Pool Name and Pool Code	Mesa Verde 72319		Dalace 71500
2. TOP and Bottom of Pay Section (Perforations)	3668-3700'		Dakota 71599 6439-6594'
3. Type of production (Oil or Gas)	Gas		Gas
Method of Production (Flowing or Artificial Litt)	Flowing		Flowing
5. Bottom hole Pressure	a (Current)		
Oil Zones - Artificial Lift:		a .	a .
Gas & Oil - Flowing:	268 psia	The second secon	746 psia
All Gas Zones:	b (Original)	b.	b.
Estimated Or Measured Original	1130 psia	The same of the sa	1461 psia
6. Oil Gravity (*API) or Gas BTU Content	1381 BTU	PESE WED	
7 Producing or Shut In 2	1381 110	1 1 AU6 2 7 1807	1201 BTU
7. Producing or Shut-In?	producing	Som of the Day	Producing
Production Marginal? (yes or no)	Yes	10月1年日からの1000	Yes
If Shut-In give date and oil/gas/ water rates of last production Note: For new zones with no production history,	Date Rates	Date Rates	Date Rates
applicant shall be required to attach production estimates and supporting data.			
If Producing, give date and oil/gas/water rates of recent test (within 60 days)	Design 5-1-97 Rates 2 bopd, 1 bwpd, 290 mcf/d	Date Rates	Pate 5-1-97 Rates 1 bopd, 1 bwpd, 40 mcf/d
8. Fixed Percentage Allocation Formula -% for each zone	Gas 78 % 85 %	oal: Gas %	он: 22 % Gas 15 %
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? If not, have all working, overriding, and royalty interests been notified by certified mail? Have all offset operators been given written notice of the proposed downhole commingling? Yes X No No 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 others X 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. X Yes No			
15. NMOCD Reference Cases for Rule 303(D) Exceptions: ORDER NO(S).			
6. ATTACHMENTS * C-102 for each zone * Production curve for * For zones with no p * Data to support allor * Notification list of al * Notification list of w	e to be commingled showing it reach zone for at least one y- roduction history, estimated p cation method or formula. I offset operators.	ts spacing unit and acreage decear. (If not available, attach exproduction rates and supporting interests for uncommon interequired to support commingling.	dication. planation.) data.
hereby certify that the information above is frue and complete to the best of my knowledge and belief.			
IGNATURE //		TITLE Regulatory Agent	DATE 7-17-97
YPE OR PRINT NAME Ann E. Rit	chie	TELEPHONE NO.	915) 686-6548/684-638