STRICT II

PO 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

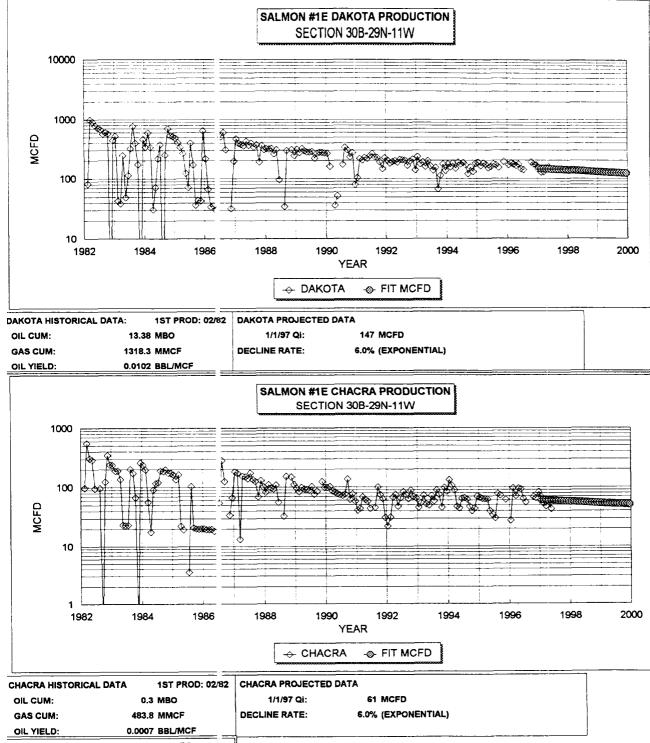
-	APPROVAL PROCESS
	Administrative Hearing
	EXISTING WELLBORE

811 Southl First St. Artesia NM 88210 2835 1000 Rio Brazos Rd. Aztec, NM 87410 1693

# APPLICATION FOR DOWNHOLE COMMINGLING

Administrative	Hearing
EXISTING WEL	LBORE
🛛 YES	☐ NO

Conoco Inc.	1C	Desta Dr. Ste 100W, Midland	, Tx. 79705-4500	
Salmon	1 <b>E</b>	B - Section 30, T-29-N, R-11-	W San Juan	
OGRID NO. 005073 Property Cod	e 003 240 API NO.		Unit Lease Types: (check 1 or more)  , 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	Otero-Chacra 82329		Basin Dakota 71599	
2. TOP and Bottom of Pay Section (Perforations)	2569-2687'	DECEIVE	6027-6146'	
3. Type of production (Oil or Gas)	Gas	UN SEP 1 8 1937 L	Gas	
4. Method of Production {Flowing or Artificial Lilt}	Flowing	01L CON. DIA DIST. 2	Flowing	
5. Bottomhole Pressure Oil Zones - Artilicial Lift: Estimated Current Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original	a (Current) 472 psia b(Original) 1047 psia	a. b.	a. 453 psia b. 1430 psia	
6. Oil Gravity (*API) or Gas BT Content	1169		1282	
7. Producing or Shut-In?	Producing		Producing	
Production Marginal? (yes or no)	Yes		No	
If Shut-In give date and oil/gas/ water rates of last production  Note For new zones with no production hiStory applicant shad be required to attach production.	Date Rates	Date Rates:	Date Rales	
estimates and supporting dara  If Producing, date and oil/gas/ water rates of recent test (within 60 days)	7/15/97 Rates 41 MCFD 0 BOPD/ .2 BWPD	Dale Rates	7/15/97 Rales 151 MCFD 1.4 BOPD/ 0.7 BWPD	
8. Fixed Percentage Allocation Formula -% or each zone	3 % Gas 29 %	oil. Gas %	oii. Gas 97 71	
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?  11. If not, have all working, overriding, and royalty interests been notified by certified mail?  12. Yes				
Will cross-flow occur? Y flowed production be recovered	es $\frac{X}{X}$ No If yes, are fluids coed, and will the allocation formu	mpatible, will the formations no lla be reliable. Yes N	ot be damaged, will any cross lo (If No, attach explanation	
2. Are all produced fluids from al	I commingled zones compatibl	e with each others $X$ Y	es No	
3. Will the value of production be	decreased by commingling?	Yes _x_No (If Ye	s, attach explanation)	
4. 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				
5. NMOCD Reference Cases for Rule 303(D) Exceptions:  ORDER NO(S).  * 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.  • Notification list of all offset operators.  • Notification list of working, overriding and royalty interests for uncommon interest cases.  • Any additional statements, data, or documents required to support commingling.				
hereby certify that the information above is true and complete to the best of my knowledge and belief.  SIGNATURE X THILE Sr. Conservation Coord DATE 9/12/97				
YPE OR PRINT NAME Jerry W. I	Hoover	TELEPHONE NO. (	915) 686-6548	



OIL CUM: 0.3 MBO 1/1/97 Qi: 61 MCFD

GAS CUM: 483.8 MMCF DECLINE RATE: 6.0% (EXPONENTIAL)

OIL YIELD: 0.0007 BBL/MCF

FIXED COMMINGLE ALLOCATION FACTORS:

GAS OIL

DAKOTA 71% 97%

CHACRA 29% 3%

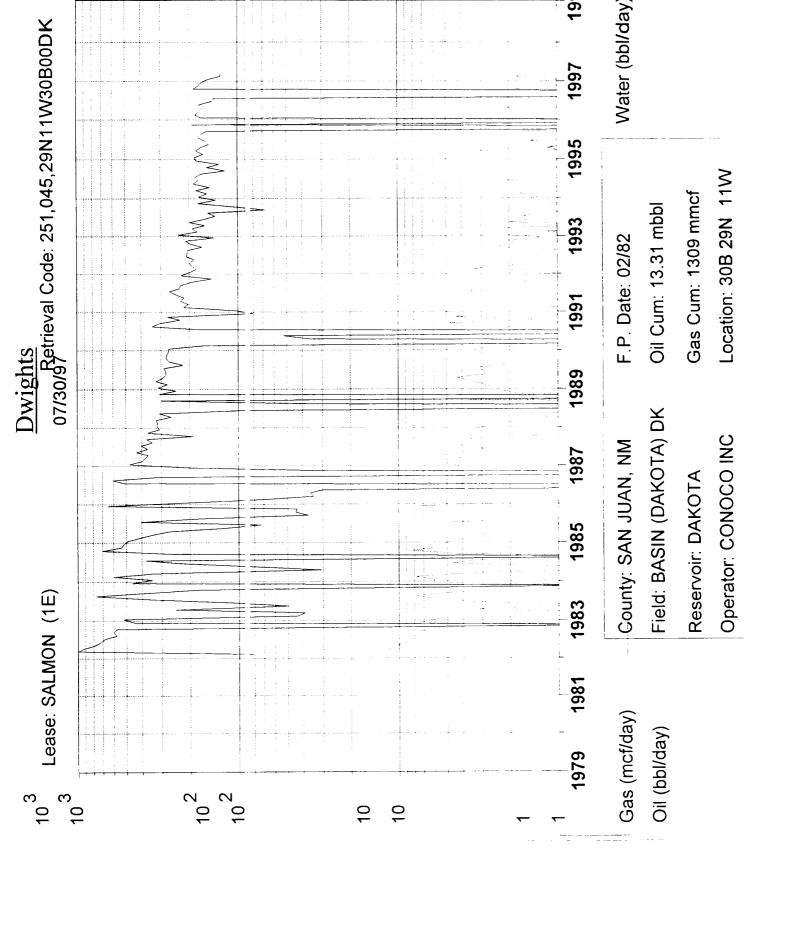
1/1/97 Qi: 61 MCFD

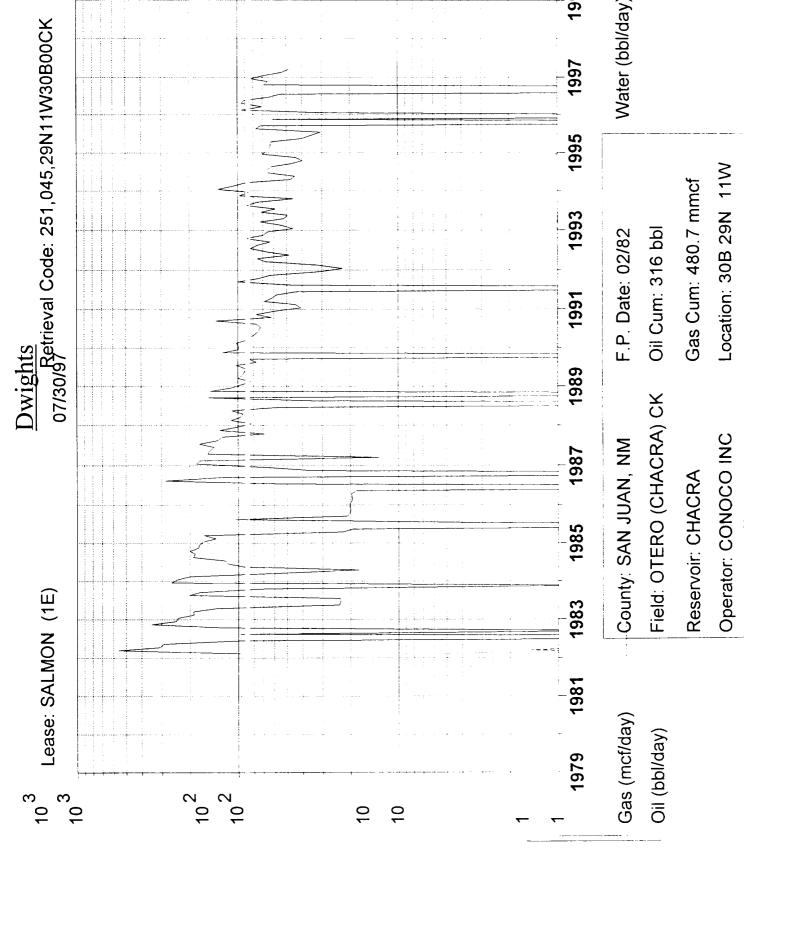
DECLINE RATE: 6.0% (EXPONENTIAL)

GAS ALLOCATION BASED ON PROJECTED 1997 RATES

OIL ALLOCATION BASED ON WEIGHTED CUM OIL YIELDS

NOTE: ALL PRODUCTION DATA FROM DWIGHTS ENERGYDATA





#### STATE OF NEW MEXICO INERGY AND MINERALS DEPARTMENT

## CONSERVATION DIVISION P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

Form C-102 Revised 10-1-78

All distances must be from the outer boundaries of the Section. Well Ho. 1E Salmon Pioneer Production County Ronge Township t Letter Section San Juan 11 West 29 Nor th B ual Fastage Lacation of Well; line 1440 feet from the feet from the North Dedicated Acreoge: Producing Formation Pool und Level Clev. . 160 Undesignated Chacra Acres 5462 Chacra 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation \_ ☐ No Yes If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division. CERTIFICATION 5801 I hereby certify that the information contoined herein is true and complete to the 1440 Thomas A. Dugan Position Agent Company Dugan Production Corp. 1-15-82 Sec. MAJ GRANGE STREET Data Surveyed June 5, 1981 Registered Prolossianal Engineer and/or Land Surveyor Edgar I Risankaguer

# L CONSERVATION DIVISIO

**MEXICO** 

DEPARTMENT

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

Form C-102 Revised 10-1-78

must be from the outer boundaries of the Section. Well No. Lease Salmon 1E ction Corporation Township Range 30 29 North 11 West San Juan Well: 1730 East feet from the North from the line and Dedicated Acreage; Producing Formation Dakota Basin Dakota 320 Acres

tage dedicated to the subject well by colored pencil or hachure marks on the plat below.

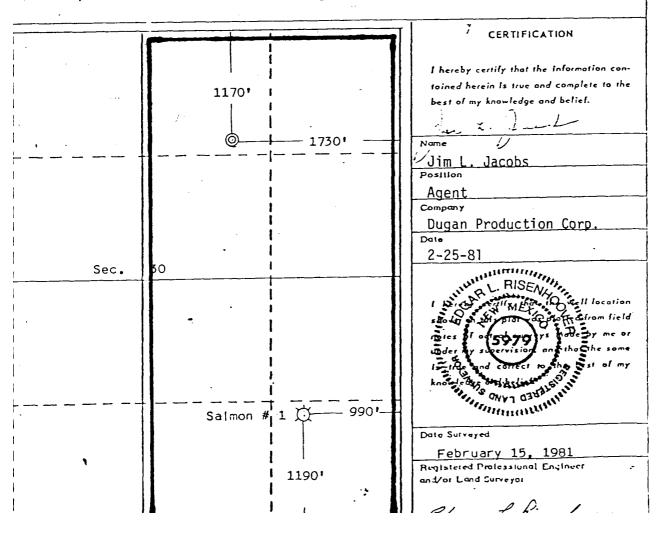
e lease is dedicated to the well, outline each and identify the ownership thereof (both as to working alty).

lease of different ownership is dedicated to the well, have the interests of all owners been consolinitization, unitization, force-pooling. etc?

Vo If answer is "yes," type of consolidation \_\_\_\_\_

;" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of ssary.)

I be assigned to the well until all interests have been consolidated (by communitization, unitization, totherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division.



## Salmon Well # 1E

Name & Address	Type Interest	Chacra % Int	Dakota % Int
Conoco, A/C Watts Reynolds III STE 2403 500 Throckmorton Ft. Worth, TX 76102-3811	Working	.0150391	.0097982
Carl D. Reimers III Investment Mgmt Acct #01/0628500 C/O Nations Bank Tx N A Agnt for United States Tr Co New York-agent PO Box 840738 Dallas, TX 75284-0738	Working	.0150391	.0097982
Mariposa Properties Inc. 1813 Schofield lane Farmington, NM 87401-2510	Royalty )	.0054688	,0027344
Thomas Byrne Reynolds Ste 2403, 500 Throckmorton Fort Woth, TX 76102-3811	Working	.0150391	.0097982
Avis D. Slamon First Fidelity Bank Acct # 5-274-528 1 Lafayette Pl. PO Box 838 Greenwich, CT 06836-0838	Royalty	.2250000	.1500000
Katherine Howard Clifton C/O Howard Energy Inc 931 san Pedro SE Albq., NM 87108-4815	Royalty	.0257811	.0128906
Kathryn V. Schreck Trustee Under Agreement DTD 11-1 PO Box 1563 Aztec, NM 87410-4563	Royalty		.0117188

Page 2 - Salmon 1E

Name & Address	Type Interest	Chacra % In	t	Dakota % Int
Christmann Mineral Company A Texas Corporation PO Box 66 Pinedale, WY 82941-0066	Royalty			.0019531
Devon Enrgy Corporation (Nevada) PO Box 843559 Dallas, TX 75284-3559	Royalty			.0025519
Jerry Dale Winget & Sue Helen Winget Trustess of Jerry Dale Winget & Sue Helen Winget Reoc Trust DTD 4-7-87 371 Venture Out Mesa, Arizona 85205-8091	Royalty			.0117188
Herd Partners, LTD A Texas Limited Partnership PO Box 130 Midland, TX 79702-0130	Royalty			.0012760
Jack Markham STE 1212 1500 Broadway Lubbock, TX 79401-3107	Royalty			.0019531
Burlington Resources Oil & Gas Company PO Box 840656 Dallas, TX 75284-0656	Working Royalty Working		gas oil oil	.1250000 .0156250 .1093750

<sup>\*\*</sup> Unless indicated interest is same for Gas & Oil

Conoco, Inc.
Salmon #1E
B- 30 T-29-N, R-11-W
San Juan County, New Mexico

#### **Offset Operators:**

Burlington Resources Oil & Gas Co, PO Box 4289 Farmington, NM 87499

Amoco PO Box 800 Denver, CO 80201

Mesa Operating Co. 2001 Ross Ave Ste 2600 Dallas, TX 75201 US Postal Service

Receipt for Certified Mail No Insurance Coverage Provided. Do not use for International Mail (See reverse)

Burlington Resources PO Box 840656 Dallas, TX 75284-0656

PS Form <b>3800</b> , April 1995	Certified Fee		
	Special Delivery Fee		
	Restricted Delivery Fee	-	
	Return Receipt Showing to Whom & Date Delivered		_
	Return Receipt Showing to Whom, Date, & Addressee's Address		
	TOTAL Postage & Fees	\$	_
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P 497 374 198

**US Postal Service Receipt for Certified Mail** 

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Jerry Dale Winget & Sue DTD 4-7-87 371 Venture Out Mesa, Arizona 85205-8091

	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
April 1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom, Date, & Addressee's Address	
900	TOTAL Postage & Fees	\$
PS Form 3800,	Postmark or Date	

P 497 374 193

US Postal Service Receipt for Certified Mail No Insurance Coverage Provided.
Do not use for International Mail (See revense) Thomas Byrne Reynolds STE 2403, 500 Throckmorton Fort Worth, TX 76102-3811

ļ	Certified Fee	
Ì	Special Delivery Fee	
	Restricted Delivery Fee	
April 1995	Return Receipt Showing to Whom & Date Delivered	
Apri	Return Receipt Showing to Whom, Date, & Addressee's Address	
3	TOTAL Postage & Fees	\$
ž E	Postmark or Date	
SOC ELOT SE		

**US Postal Service** Receipt for Certified Mail

Jack Markham STE 1212 1500 Broadway Lubbock, TX 79401-3107

	Postage	\$
	Certified Fee	
	Special Delivery Fee	
ю	Restricted Delivery Fee	
199	Return Receipt Showing to Whom & Date Delivered	
PS Form <b>3800</b> , April 1995	Return Receipt Showing to Whorn, Date, & Addressee's Address	
800	TOTAL Postage & Fees	\$
m 3	Postmark or Date	
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P 497 374 197

US Postal Service Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See rec

Chrismann Mineral PO Box 66 Pinedale, WY 82941-0066

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered  Return Receipt Showing to Whom, Date, & Addresse's Address	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
TOTAL Postage & Fees Postmark or Date	

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**US Postal Service** Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Avis D. Salmon First Fidelity Bank Acct # 5-274-528 1 Lafayette Place PO Box 838 Greenwich CT 06836-0838

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	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
April 1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom, Date, & Addressee's Address	
PS Form 3800,	TOTAL Postage & Fees	\$
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**US Postal Service** Receipt for Certified Mail No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Herd Partners, LTD A Texas Limited Partnership PO Box 130 Midland, TX 79702-0130

	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
April 1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom, Date, & Addressee's Address	
8	TOTAL Postage & Fees	\$
PS Form 3800,	Postmark or Date	

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US Postal Service

**Receipt for Certified Mail** 

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Kathryn V. Schreck Trustee Under Agreement PO Box 1563 Aztec, NM 87410-4563

	Certified Fee	
	Special Delivery Fee	
	Restricted Delivery Fee	
1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom, Date, & Addressee's Address	
800	TOTAL Postage & Fees	\$
PS Form <b>3800</b> , April 1995	Postmark or Date	

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US Postal Service Receipt for Certified Mail No Insurance Coverage Provided.
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Katherine Howard Clifton C/O Howard Energy Inc 931 San Pedro SE Albq., NM 87108-4815

	Certified Fee	
Ì	Special Delivery Fee	
	Restricted Delivery Fee	
PS Form 3800, April 1995	Return Receipt Showing to Whom & Date Delivered	
April	Return Receipt Showing to Whom, Date, & Addressee's Address	
ලූ	TOTAL Postage & Fees	\$
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US Postal Service
Receipt for Certified Mail No Insurance Coverage Provided.

Do not use for International Mail (See Averse)

Mariposa Properties Inc. 1813 Schofield Lane Farmington, NM 87401-251

	Certified Fee		
	Special Delivery Fee	_	-
^	Restricted Delivery Fee		
1995	Return Receipt Showing to Whom & Date Delivered		
ᅙ	Return Receipt Showing to Whom, Oate, & Addressee's Address		-
3800	TOTAL Postage & Fees	\$	
'n	Postmark or Date		

P 497 374 191

US Postal Service **Receipt for Certified Mail** No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Carl D. Reimers III Investment Mgmt Acct # 01/0628500 PO Box 840738 Dallas, TX 75284-0738

	Certified Fee	
<u> </u>	Special Delivery Fee	
	Restricted Delivery Fee	
	Return Receipt Showing to Whom & Date Delivered	
	Return Receipt Showing to Whom, Date, & Addressee's Address	
800	TOTAL Postage & Fees	\$
PS Form <b>3800</b>	Postmark or Date	

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US Postal Service Receipt for Certified Mail No Insurance Coverage Provided.

Do not use for International Mail /Sec communications

Conoco, A/C Watts Reynolds III STE 2403 500 Throckmorton Ft. Worth, TX 76102-3811

Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whorn, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

P 497 374 202

US Postal Service

**Receipt for Certified Mail** 

No Insurance Coverage Provided. Do not use for International Mail (See reverse) Sention Devon Energy Corp Certified Fee Special Delivery Fee Restricted Delivery Fee Return Receipt Showing to Whom & Date Delivered Return Receipt Showing to Whor Date, & Addressee's Address PS Form 3800, TOTAL Postage & Fees Postmark or Date