

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

**OIL CONSERVATION DIVISION**  
P.O. Box 2088  
Santa Fe, New Mexico 87504-2088

WELL API NO.  
30-045-30977

5. Indicate Type of Lease

STATE ☐

FEE ☒

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name  
Eaton White

8. Well No.  
2

9. Pool name or Wildcat  
W. Kutz PC/Basin Fruitland Coal

**SUNDRY NOTICES AND REPORTS 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.)

1. Type of Well:

OIL  
WELL ☐

GAS  
WELL ☒

OTHER

2. Name of Operator

Richardson Operating Company

3. Address of Operator

3100 LaPlata Highway, Farmington, NM 87401

4. Well Location

Unit Letter B : 1250 Feet From The North Line and 1428 Feet From The East Line

Section 20

Township 29N

Range 13W

NMPM

San Juan

County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)  
5280' UG

11.

Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

**NOTICE OF INTENTION TO:**

PERFORM REMEDIAL WORK ☐

PLUG AND ABANDON ☐

TEMPORARILY ABANDON ☐

CHANGE PLANS ☐

PULL OR ALTER CASING ☐

OTHER: Downhole Commingling Application ☒

**SUBSEQUENT REPORT OF:**

REMEDIAL WORK ☐ ALTERING CASING ☐

COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐

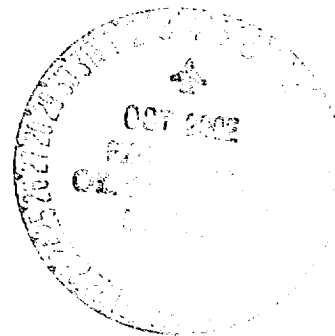
CASING TEST AND CEMENT JOB ☐

OTHER: ☐

12. Describe Proposed or Completed Operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work)  
SEE RULE 1103.

Richardson Operating Company proposes to downhole commingle the Basin Fruitland Coal and the West Kutz Pictured Cliffs in this well. Please see the attached for details on downhole commingling these "pre-approved" pools.

Your consideration and approval of this application is appreciated.



*Provide specific data supporting allocation 90s  
DWC 92/A2 See Rule 303, C, 3, D, IV*

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

SIGNATURE

TITLE Agent

DATE 10/4/02

TYPE OR PRINT NAME Charles Neeley

TELEPHONE NO. 505-325-5220

(This space for State Use)

APPROVED BY

TITLE

OCT 4 2002

Richardson Operating Company  
Eaton White 2  
API No. 30-045-30977  
1250' FNL & 1428' FEL  
Sec 20, T29N, R13W, NMPM  
San Juan County, New Mexico

Downhole Commingling Application (Details)

The Eaton White #2 is a newly drilled Basin Fruitland Coal/West Kutz Pictured Cliffs well. This well is part of Richardson's 2002 development drilling program.

Pursuant to Order R-11363, Richardson Operating Company seeks approval to downhole commingle the "Pre-approved pools and areas": Basin Fruitland Coal (71629) and West Kutz Pictured Cliffs (79680) pools in this well.

The Basin Fruitland Coal formation is perforated at 915' – 918', 966' – 968', 974' – 976' and 993' – 998'. The West Kutz Pictured Cliffs formation is perforated at 1004' – 1014' in this well.

Due to the vertical proximity of the pools and since neither pool has enough data to prepare a reliable production forecast or predict the ultimate reserves, Richardson Operating proposes to allocate the production on a 50/50 basis:

Pictured Cliffs Production =  $\frac{1}{2}$  x Total Production.

Fruitland Coal Production =  $\frac{1}{2}$  x Total Production.

The downhole commingling will not reduce the value of the total remaining production of this well.

Ownership between the two pools is not identical.

Richardson Operating Company has sent notice to all interest owners in the spacing units by certified mail (return receipt) of their intent to apply for downhole commingling. One objection was received within 20 days of sending the notice. The objection received was lifted, 10/01/02. Attached is a copy of the letter withdrawing the objection. No other objection was received within 20 days of sending the notice.

Your consideration and approval of this application is appreciated.

10/02/2002 11:02

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**Scott L. Piper, Attorney at Law**

October 1, 2002

Charles Neeley, PE  
Property Management & Consulting, Inc.  
PO Box 2596  
Farmington, NM 87499-2596

RE intent to downhole commingle  
certified mail -RRR # 7002 0860 0003 4749 3108  
-RRR # 7000 0800 0025 2409 4544

Dear Mr. Neely,

Rose R. Piper hereby withdraws her objections to the downhole commingling  
referenced by the above certified letters.

Thank you



Scott L. Piper  
2115 Range Road  
Clearwater, FL 33765  
(727) 447-0323

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