

DATE IN 12/2/99	SUSPENSE 12/22/99	ENGINEER DC	LOGGED MV	TYPE DHC
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION  
- Engineering Bureau -

2554

**ADMINISTRATIVE APPLICATION COVERSHEET**

THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS

**Application Acronyms:**

- [NSP-Non-Standard Proration Unit] [NSL-Non-Standard Location]
- [DD-Directional Drilling] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

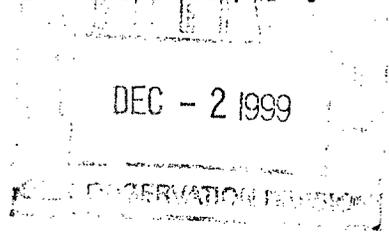
[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

- [A] Location - Spacing Unit - Directional Drilling  
NSL NSP DD SD

Check One Only for [B] and [C]

- [B] Commingling - Storage - Measurement  
X DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery  
WFX PMX SWD IPI EOR PPR



[2] **NOTIFICATION REQUIRED TO:** - Check Those Which Apply, or Does Not Apply

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] X Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

[3] **INFORMATION / DATA SUBMITTED IS COMPLETE** - Statement of Understanding

I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common. I understand that any omission of data, information or notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with supervisory capacity.

Peggy Cole

*Peggy Cole*  
Signature

Regulatory/Compliance Administrator

Print or Type Name

Title

Date

DISTRICT I  
1625 N. French Dr., Hobbs, NM 88240  
DISTRICT II  
811 South First St., Artesia, NM 88210  
DISTRICT III  
1000 Rio Brazos Rd, Aztec, NM 87410  
DISTRICT IV  
2040 S. Pacheco, Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-107-A  
Revised August 1999

**OIL CONSERVATION DIVISION**

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

APPROVAL PROCESS:

\_\_\_ Administrative \_\_\_ Hearing

EXISTING WELLBORE

\_\_\_X\_\_\_ YES \_\_\_ NO

**APPLICATION FOR DOWNHOLE COMMINGLING**

BURLINGTON RESOURCES OIL & GAS COMPANY

PO BOX 4289, FARMINGTON, NM 87499

Operator

Address

GRENIER

15

F 18-31N-11W

SAN JUAN

Lease

Well No.

Unit Ltr. - Sec - Twp - Rge

County

Spacing Unit Lease Types: (check 1 or more)

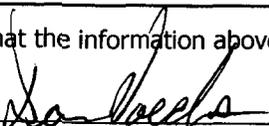
OGRID NO. 14538 Property Code 18530 API NO. 30-045-11668 Federal \_\_\_X\_\_\_, State \_\_\_ (and/or) Fee \_\_\_

The following facts are submitted in support of downhole commingling:	Upper Zone	Intermediate Zone	Lower Zone
1. Pool Name and Pool Code	BLANCO MESAVERDE - 72319		BASIN DAKOTA - 71599
2. Top and Bottom of Pay Section (Perforations)	WILL BE SUPPLIED UPON COMPLETION		WILL BE SUPPLIED UPON COMPLETION
3. Type of production (Oil or Gas)	GAS		GAS
4. Method of Production (Flowing or Artificial Lift)	FLOWING		FLOWING
5. Bottomhole Pressure Oil Zones - Artificial Lift: Estimated Current Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original	a. (Current) 544 psi (see attachment)	a. (Current)	a. (Current) 693 psi (see attachment)
	b. (Original) 876 psi (see attachment)	b. (Original)	b. (Original) 2162 psi (see attachment)
6. Oil Gravity (EAPI) or Gas BTU Content	BTU 1220		BTU 1189
7. Producing or Shut-In?	SHUT-IN		SHUT-IN
Production Marginal? (yes or no)  * If Shut-In, give date and oil/gas/water rates of last production  Note: For new zones with no production history, 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)	NO		YES
	Date: N/A Rates:	Date: N/A Rates:	Date: N/A Rates:
	Date: N/A Rates:	Date: N/A Rates:	Date: N/A Rates:
8. Fixed Percentage Allocation Formula -% for each zone (total of %'s to equal 100%)	Oil: % Gas: % WILL BE SUPPLIED UPON COMPLETION	Oil: % Gas: % WILL BE SUPPLIED UPON COMPLETION	Oil: % Gas: % WILL BE SUPPLIED UPON COMPLETION

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? \_\_\_X\_\_\_ Yes \_\_\_ No  
If not, have all working, overriding, and royalty interests been notified by certified mail? \_\_\_ Yes \_\_\_ 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 other? \_\_\_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).
16. ATTACHMENTS:  
\* 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 working, overriding, and royalty interests for uncommon interest cases.  
\* Any additional statements, data, or documents required to support commingling.

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

SIGNATURE



TITLE PRODUCTION ENGINEER

DATE:

11/30/99

TYPE OR PRINT NAME

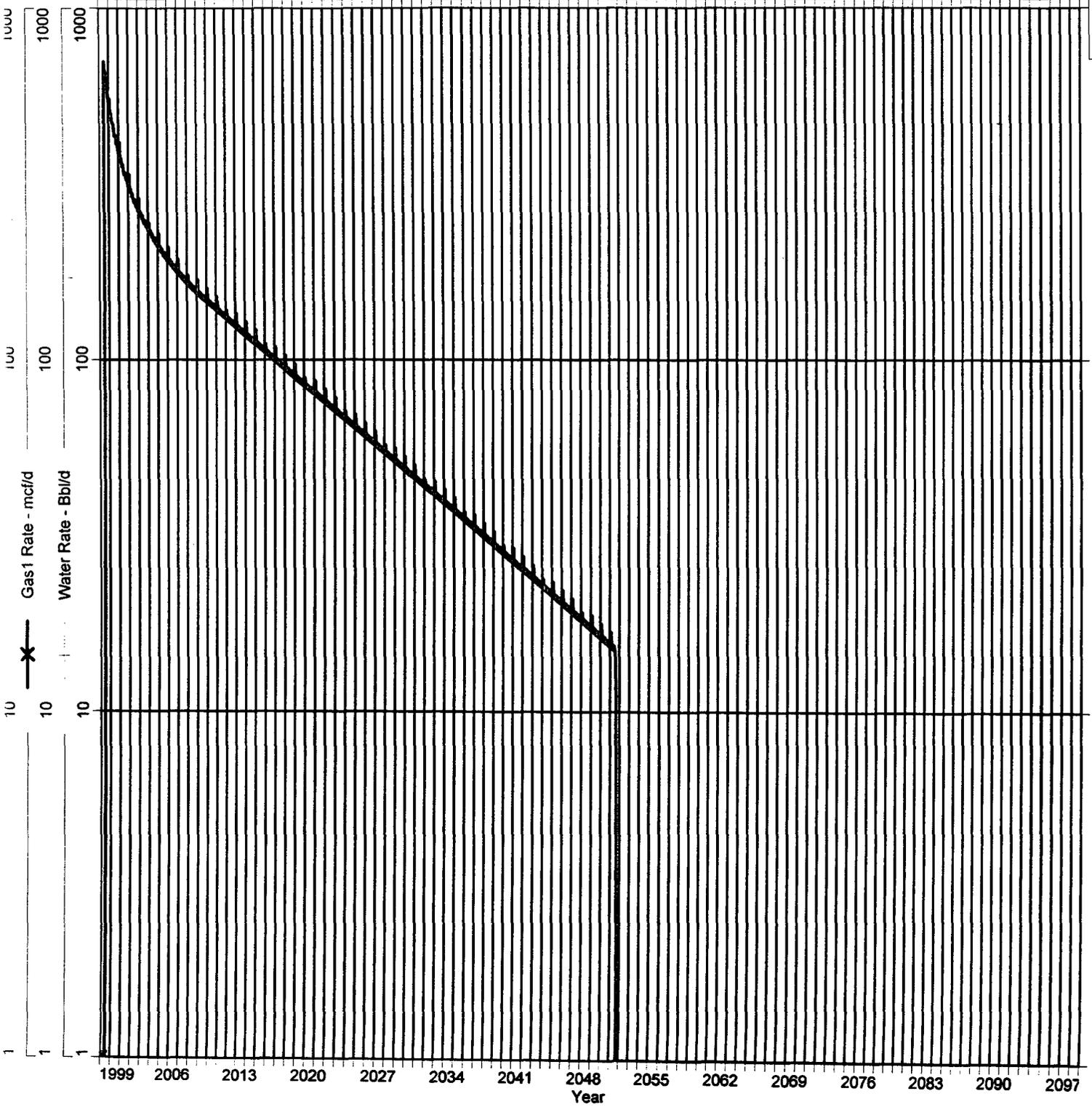
DAN T. VOECKS

TELEPHONE NO. 505-326-9700

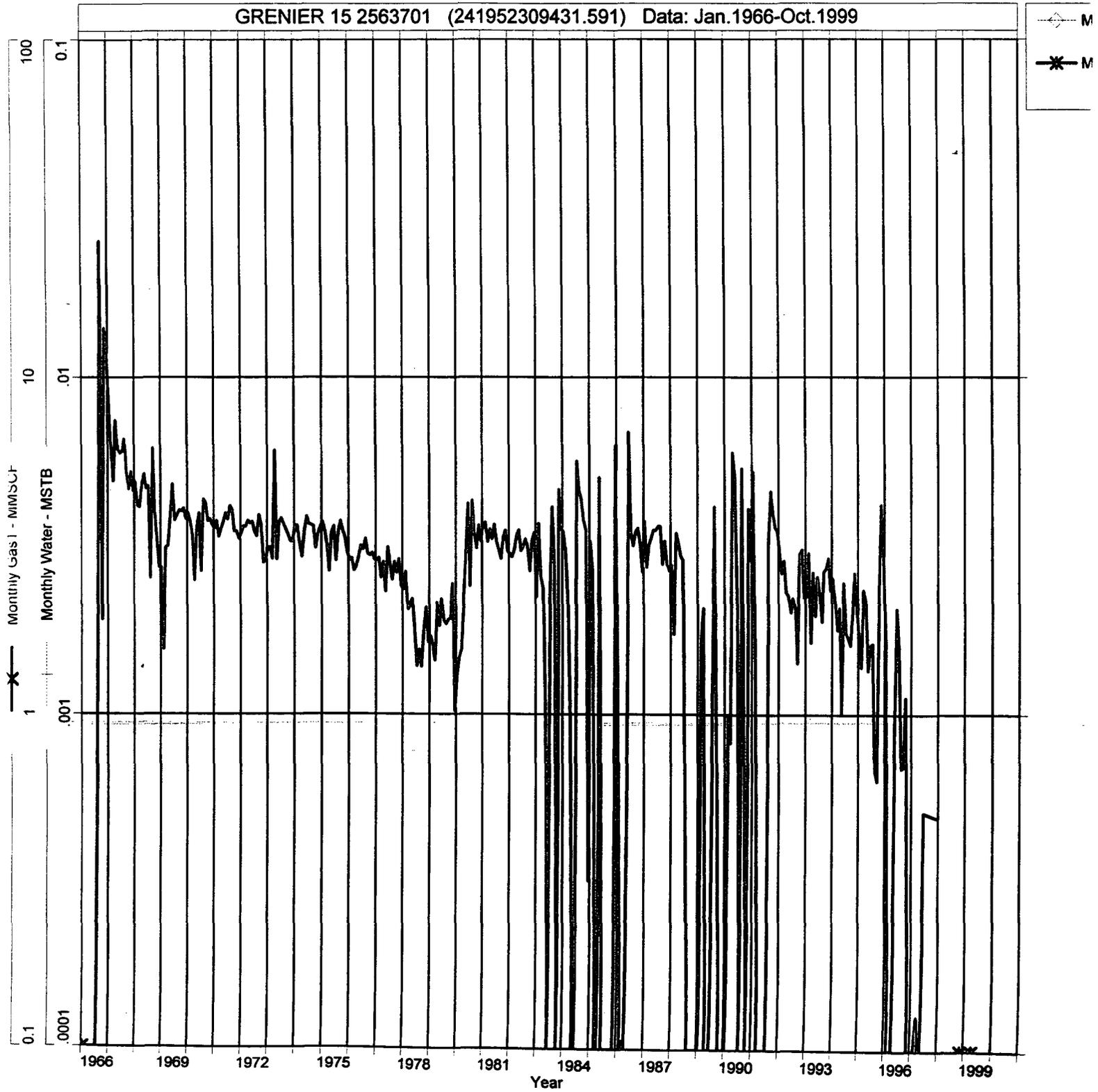


Grenier #15  
Expected Production  
Mesaverde Formation

{E125D0AE-A682-11D3-A5} Data: Nov.1999-Nov.1999



Grenier #15  
Actual Production  
Dakota Formation



**Grenier #15**  
 Bottom Hole Pressures  
 Flowing and Static BHP  
 Cullender and Smith Method  
 Version 1.0 3/13/94

<b>Mesaverde</b>	<b>Dakota</b>																																																
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Grenier #15  
Dakota Offset

<u>Wellname</u>	<u>Date</u>	<u>Pressure</u>
GRENIER 15E	06/21/82	1,771
GRENIER 15E	10/16/82	1,591
GRENIER 15E	08/24/83	1,232
GRENIER 15E	08/08/84	998
GRENIER 15E	05/29/85	1,013
GRENIER 15E	10/19/88	712
GRENIER 15E	06/08/90	697
GRENIER 15E	06/02/92	656
GRENIER 15E	03/30/94	582

Grenier #15  
Mesaverde Offset

<u>Wellname</u>	<u>Date</u>	<u>Pressure</u>
GRENIER 2	01/23/51	763
GRENIER 2	11/19/70	595
GRENIER 2	05/26/71	539
GRENIER 2	06/18/72	522
GRENIER 2	05/02/73	536
GRENIER 2	06/02/74	514
GRENIER 2	06/26/76	449
GRENIER 2	08/25/78	491
GRENIER 2	08/24/80	502
GRENIER 2	07/24/82	496
GRENIER 2	08/22/84	507
GRENIER 2	07/16/86	519
GRENIER 2	08/28/89	474
GRENIER 2	05/15/91	480
GRENIER 2	05/29/91	492
GRENIER 2	06/30/93	477

