8/7/0	SUSPEN	SE WILL JONES LOGGED IN 8/9/06 MPE DHC APP NO OTDSOLO22134933
····		
		NEW MEXICO OIL CONSERVATION DIVISION
		- Engineering Bureau -
		1220 South St. Francis Drive, Santa Fe, NM 87505
		ADMINISTRATIVE APPLICATION CHECKLIST
THIS	CHECKLIST IS N	IANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS
Applicati	ion Acronym	WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE
ני		ndard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] nhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
	-	ool 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-Qua	lified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]
[1] 1	YPE OF AI	PPLICATION - Check Those Which Apply for [A]
	[A]	Location - Spacing Unit - Simultaneous Dedication
	Checl [B]	Cone Only for [B] or [C] Commingling - Storage - Measurement
	[2]	DHC CTB PLC PC OLS OLM
	[C]	Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
		📋 WFX 🗋 PMX 🔲 SWD 🛄 IPI 📋 EOR 🔲 PPR
	[D]	Other: Specify
[2] N	OTIFICAT	ION REQUIRED TO: - Check Those Which Apply, or Does Not Apply
[-] 1	[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]	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] S	UBMIT AC	CURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE
		ATION INDICATED ABOVE.

CERTIFICATION: I hereby certify that the information submitted with this application for administrative [4] approval is accurate and complete to the best of my knowledge. I also understand that no action will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Print or Type Name

Signature

Title

e-mail Address

State of New Mexico District I 1625 N. French Dr NM 88240 Energy, Minerals and Natural Resources District II

1301 W. Grand Av NM 88210

District III Aztec, NM 87410

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

Santa Fe, New Mexico 87505	AUG- 07^{Es}t	EXISTIN	Approve G WELL	d Pools BORE
APPLICATION FOR DOWNHOLE COMMIN	GLING	×	Yes	_No

Departmen

			On Conservation Divisio	n
	Capataz Opera	ting Inc	PO Box 10549, Senter Francis Driv PO Box 10549, Senter Francis Driv	79702
Operator	Merit II	1	Address G-11-T20S-R38E DHC-3765	a
Lease		Well No.	Unit Letter-Section-Township-Range	County

Oil Conservation Division

1220 South St. Francis Dr.

Santa Fe, New Mexico 87505

3659 Property Code 27559 API No. 30-025-35448 Lease Type: ____Federal ____State __X Fee OGRID No. De l

DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE		
Pool Name	House; BlinebryS	o House; Tubb	House; Drinkard		
Pool Code	33225	78760	33250		
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	6031-6130	6753-6796	7028-34		
Method of Production (Flowing or Artificial Lift)	Artificial Lifŧ	Artificial Lift	Artificial Lift		
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)					
Oil Gravity or Gas BTU (Degree API or Gas BTU)	35.6	35.6	35.6		
Producing, Shut-In or New Zone	Producing	Producing	Producing		
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production	Date: 15/06	Date: 7/15/06	Date: 7/15/06		
estimates and supporting data.)	Rates: 5 BO 19 MCF	Rates:9 BO 45 MCF	Rates: 0 BO 6 MCF		
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil Gas 36 % 27 %	Oil Gas 64 % 64 %	Oil Gas 0 % 9 %		

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?	Yes Yes	No No
Are all produced fluids from all commingled zones compatible with each other?	Yes_X	No
Will commingling decrease the value of production?	Yes	NoX
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application?	Yes	NoX
NMOCD Reference Case No. applicable to this well:		

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, royalty and overriding royalty interests for uncommon interest cases.

Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools List of all operators within the proposed Pre-Approved Pools Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application. Bottomhole pressure data.

I hereby certify that the progration above is true and complete to the best of my knowledge and belief.										
	>	<u> </u>	TITLE	Agent	DATE8-4-	-06				
TYPE OR PRINT NAME	H	Scott	Davis	TELEPHONE 1	NO. (432)620-8	820				

E-MAIL ADDRESS Capataz1@sbcglobal.net

NA

Form C-107A

TON TYPE

Single Well

Revised June 10, 2003

h Pre-Approved Pools

District I 1625 N. F

District II

NM 88210 1301 W. Grand A.

NM 87410

District III

District IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107A Revised June 10, 2003

Oil Conservation Division 1220 South St. Françis Dr. Santa Fe, New Mexico 87505

APPLICATION TYPE Single Well Establish Pre-Approved Pools EXISTING WELLBORE V Yes No

.

APPLICATION FOR DOWNHOLE COMMINGLING

	Capataz Ope	rating Inc	PO Box 10549, Midla	and, TX 79702
Operator			Address	
	Merit II	1	G-11-T20S-R38E	Lea
Lease		Well No.	Unit Letter-Section-Township-Range	County
	2650	07550	20 005 25//0	

3659 Property Code 27559 API No. 30-025-35448 Lease Type: ____Federal ___ ___State __X_Fee OGRID No.

DATA ELEMENT	U	PPER 2	ZONE		INTE	RMEDIATE	ZONE		LOWER	ZONI	C
Pool Name							· · · · · · · · · · · · · · · · · · ·	Hou	se; A	bo	
Pool Code								332	¥0 🔀	<u> </u>	
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)								737	6-758	0	
Method of Production (Flowing or Artificial Lift)								Art	ifici	al	Lift
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)											
Oil Gravity or Gas BTU (Degree API or Gas BTU)								35.	6		
Producing, Shut-In or New Zone								Pro	ducin	g	
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.)	Date: Rates:				Date: Rates:			Date: Rates:	7/15 0 BO 0 MC		
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil	%	Gas	%	Oil	Gas %	%	Oil 0	%	Gas 0	%

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?	Yes No Yes No
Are all produced fluids from all commingled zones compatible with each other?	YesX No
Will commingling decrease the value of production?	Yes NoX
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application?	Yes NoX
NMOCD Reference Case No. applicable to this well:	

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, royalty and overriding royalty interests for uncommon interest cases.

Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools List of all operators within the proposed Pre-Approved Pools

Proof that all operators within the proposed Pre-Approved Pools w	ere provided notice of this app	lication.
Bottomhole pressure data.		
I hereby certify that the information above is true and comp	lete to the best of my knowl	edge and belief.
SIGNATURE	LEAgent	DATE 8-4-06
TYPE OR PRINT NAME H Scott Davis	TELEPHO	NE NO. (<u>432</u>)620-8820
E-MAIL ADDRESS Capatazl@sbcglobal	.net	

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_	API Number				3322			ol Ne		Blaneb			<u> </u>	
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F	OGRID No.		• Operator N	ame		PATAZ					ren.		* Elevation 3574	
┢	3659		<u>l</u>						CATION					• ••••••••••••••••••••••••••••••••••••
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3659)	<u> </u>	C			ATING INC		_D	3574'	
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<u>DISTRICT 1</u> P. O. Box 1980 Hobbs, NM 88241-1	980 P ~ y, M	State of New Mex inerals, and Natural Rea		nent	Revised	orm C-102 02-10-94
DISTRICT II P. O. Drower DD Artesio, NM 88211-	~	CONSERVATION	DIVISION		Submit to the District Office State Lease - Fee Lease -	4 copies
<u>DISTRICT III</u> 1000 Rio Brazos Rd Aztec, NM 87410		P. O. Box 208 a Fe, New Mexico 8	8	[AMENDED	REPORT
<u>DISTRICT_IV</u> P. O. Box 2088 Santa Fe, NM 87507	-2088 WELL LOCAT	ION AND ACREAGE I	EDICATION P	LAT		
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