DATE IN 8/25/00 - ENGINEER DC 1000ED MV THE DHC
ABOVE THIS LINE FOR DIVISION USE ONLY 24/30078
NEW MEXICO OIL CONSERVATION DIVISION - Engineering Bureau -
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] <b>TYPE OF APPLICATION</b> - Check Those Which Apply for [A] [A] Location - Spacing Unit - Directional Drilling NSL NSP DD SD AUG 2 5 2001
Check One Only for [B] and [C] [B] Commingling - Storage - Measurement X DHC CTB PLC PC OLS OLM
<ul> <li>[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery</li> <li>WFX PMX SWD IPI EOR PPR</li> </ul>
<ul> <li>[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply</li> <li>[A] X Working, Royalty or Overriding Royalty Interest Owners</li> </ul>
[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 a

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.

Signatúre

Regulatory/Compliance Administrator

Title

Print or Type Name

Peggy Cole

Date

District I

District II 811 South First Street, Artesia, NM 88210

811 South First Street, Artesia, NM 882 District III

Hobbs, NM 88240

1000 Rio Brazos Road, Aztec, NM 87410

# District IV

2040 South Pacheco, Santa Fe, NM 87505

## State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107A Revised May 15, 2000

#### **OIL CONSERVATION DIVISION**

2040 South Pacheco Santa Fe, New Mexico 87505

**APPLICATION FOR DOWNHOLE COMMINGLING** 

APPLICATION TYPE \_X\_Single Well \_Establish Pre-Approved Pools EXISTING WELLBORE \_X\_Yes \_\_\_No

Burlington Resources Oil and Operator	Gas 340	<u>D1 East 30<sup>th</sup> Street,</u> Address	Farmington,	New Mexico				
San Juan 28-5 Lease	<b>82</b> Well No.	M – 22 – Unit Letter-Sectio	<b>28N - 5W</b> n-Township-Ran		Rio Arriba County, New Mexico County			
OGRID No14538_ Property	Code7460	API No30-039	-20236	_ Lease Type: _	X_Federal _	State	Fee	
DATA ELEMENT	UPPER Z	ONE I	NTERMEDIA	ATE ZONE	LOW	VER ZONE		

		· · · · · · · · · · · · · · · · · · ·	
Pool Name	Munoz Canyon Gallup		Basin Dakota
Pool Code	96767		71599
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	6555-7754'		7884-8078'
Method of Production (Flowing or Artificial Lift)	Flowing		Flowing
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)	Current – 608 Original – 2009		Current – 969 Original - 3243
Oil Gravity or Gas BTU (Degree API or Gas BTU)	1149		1083
Producing, Shut-In or New Zone	Producing		Shut-in
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: June 30, 2000 Rates: 25 MCFD	Date: Rates:	Date: July 4, 1999 Rates: 20 MCFD
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 Supplied Upon Completion	Oil Gas % %	Oil Gas Supplied Upon Completion

## **ADDITIONAL DATA**

	NoX 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? YesX_ NMOCD Reference Case No. applicable to this well:	No

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 information above is true and complete to the best of my knowledge and belief.

	1 ···· · · · · · · · · · · · · · · · ·	
SIGNATURE	TITLEProduction Engineer	DATE 8-15-00
nco		
TYPE OR PRINT NAMERandy Buckle	YTELEPHONE NO. (_	_505326-9700

PO Box 1980, Hobbs, NM 28 District II PO Drawer DD, Artesia, NM District III 1000 Rio Brazos Rd., Aztec, District IV	1 88211-0719		OIL CO		ATIOI ox 208		172	(v 20) ∑ 2.1   <b>:</b> 2:	mit to Ap	Ins propria State Fee	Form C-107 ebruary 21, 199- structions on back the District Office Lease - 4 Copie Lease - 3 Copie
PO Box 2088, Santa Fe, NM						0761 E2 S		O VILE MA	ـــــــــــــــــــــــــــــــــــــ	AME	NDED REPORT
				AND A	CREA	GE DEDI	CAT				
API Numb 30-039-202		1	• <b>Pool C</b> ode 67/715			Canyon	Ca	<sup>3</sup> Pool Na		Valent	- 0
* Property Code		1 9070		' Prope	rty Nam	,	Gd.		15111		Well Number
7460						-5 Unit					82 • Elevation
'OGRID No.		Bur	lingto	n Resc		<u>s 0il &amp;</u>	Ga	<u>s Comp</u> a	any	67	790 GR
UL or lot no. Section	Township	Range	Lot Idn	10 Surfa		rth/South line	Fee	from the	East/Wes		County
M 22	28N	5W		1031		South		150	West		RA
<u></u>	1		m Hole		ı If D	ifferent Fro			West		
UL or lot no. Section	Township	Range	Lot Ida	Feet from th	e No	rth/South line	Fee	t from the	East/Wes	t line	County
Gal-Id Acres "Joint	or infill   " Co	peolidation		rder No.			<u> </u>				
			Ori	ginal p	olat	from n 3-13-0		17 OPER I hereby certi true and com Signature <u>Peocy</u> Printed Nam Regula Title Date	RATOR by that the im plete to the b Brad: Brad: se atory G -,	formation best of my <u><u>Sta</u> field Admi /7-2</u>	nistrator
11 1/50								I hereby cert was plotted f	ify that the w from field nor supervision, t best of my cy	vell location les of actur and that belief.	on shown on this plat val surveys made by m the same is true and

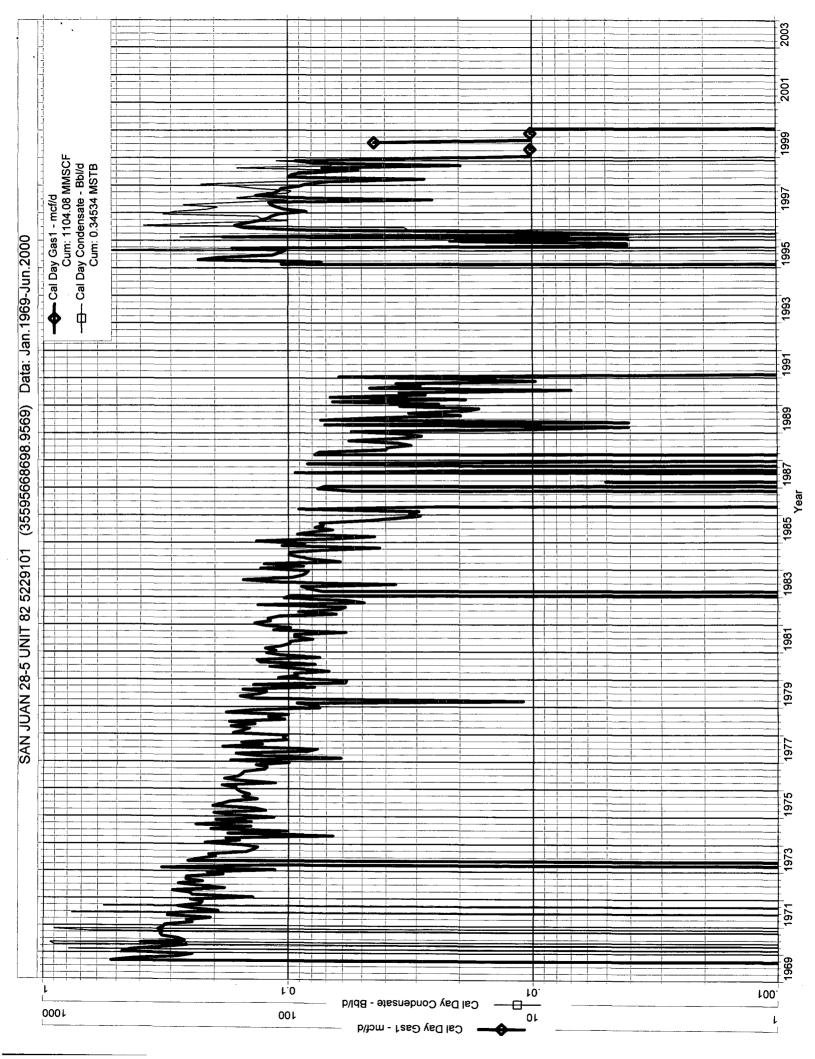
- Comment

\_\_\_\_

# SJ 28-5#82 M, Sec 22, 28N, 5W

Hal2 302A () 12 7 12A () 12 7 12A () 12 7 12A () 12 7 12A () 12 7 12A	85€ 1838 ⊕ <sup>7</sup> 1838 <sup>85</sup> 8 ∎ ⊕ <sup>7A</sup>	мы 2306 мы 2306 мы 2301 мы 2301 мы 1366 ма 9 839 хал 1366 ма 9 839 хал 1366 ма 9 839	∰ <sup>19</sup> <sup>NM</sup> 2301 10 ∰ <b>86</b>		NM 2301 242 12 ММ 2006 1025 1025 М
S.J. 28-5 Un. NW 2301 29 00 45 But 69 4 29 00 45 But 61 But 61 But 61	284 27-3 LA Hel 2301 284 273 285 273 286 273 287 273 288 275 287 275 277 275 277 275 277 2775 277 2775 2775	S.J. 28-5 Un B.Na Mol 2301 BE 61 B 64 B 64 B 64 B 64 C 202	5.1. 28-5 Un NU 2301 89 <sup>27</sup> 201 89 89 89 89 81	S.J. 22-5 UN Hai 2301 910 25 18 910 250 910 200 910 200 910 910 200 910 200 910 200 910 910 200 910 910 200 910 910 910 910 910 910 910 910 910 9	S.J. 28-5 Un.           Най 2301 най 2006         най 2000           Прави 2006         най 2000           Ва
18	NAU 6639 NAU 6639 S.L 28-5 (Jn. NP (FC) S.L 28-5 (Jn.			14	211 25 9994 F 201 25 9994 F 201 25 101 25
NWCP) NM 66.99 57 57 4P 0 PA.97 4 4 4 4 4 4 4 4 4 4 4 4 4	NEI 66.39 NEI 2006 • 544 SS 14A SS 26 C SS 14	160 2006   160 4417 7600 FC ⊕8 [ 160 μ−26 161 μ−26 161 μ−26 161 μ−26	ны 4418   ны 2006 	Mi 2006	(W.A. ROMERO & MCELVANIEI or) 728 NGI 4906 533 520 M ANI 4907 D PA 196 M D PA 196
Hen 65.18 19 33 8 5.1.28−5 Un.	$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	(NUTC) - 21 28 - 5 - 23 57 - 23 57 (NUTC) - 21 28 - 5 - 35 51 28 - 5 - 448738   51 28 - 5 - 5 10   -	UNI <b>f</b>	23 55 88 1034 54 28-5 45	24 3147 232 32 0 PA 36 5 d 28-5 Un
Mar 4853 sam   Mar 6615 Sam   Sam   Sam (Sam (Sam (Sam (Sam (Sam (Sam (Sam	164 2008 60 월월 80 <b>4</b> <sup>1</sup> (중) 월월	NH 2008 (NWPC) 644 23 52 1 23 52 1 20 5 1	(W.A. ROMERO & McELVAN et al) teu 4907 77m <sup>(1)</sup> 77 (1) 77	NW 2007	Nai 2007 , 230 (1999 46
	29 88 88 88 66 5 5.1 28-5 Un	28 28 28 28 28 28	27	26 8.59 F X 25-5 Un	25 (MIPC) 78 ⊕4 <sup>3</sup> 88 ⊕4 <sup>3</sup> 89 ⊕54 28-5 40
мы 2008 (8) <sup>31A</sup> Р (88) В (8) В	(M.A. ROMERO & MCLVAN et al) HM 9008 41 HM 9008 41 240 ** 5	6000 NUI 2307 & A 600 528 U 600 528 U 600 528 U 600 528 V 7.4 85	70⊌ N≌ 8738 7 228 888 89 24 ⊎ 888 89 24	(MMPC)   HM 8738 724   83 73 8388 53	ны 8738 45ы Ф <sup>47</sup> 1939 1939 <sup>45</sup> 11 1939 <sup>45</sup>
۲۵ کړی	38 38 38 54 28-5 lin P	S∠ 28-5 Un.	- NH 2307 & A 2207 & A 2223 15 270 15A 5.J. 28-5 Un.	35   Nai 6736 200000000000000000000000000000000	

T28N - R5W



# **SJ 28-5 Unit #82** Bottom Hole Pressures Flowing and Static BHP Cullender and Smith Method Version 1.0 3/13/94

MANCOS	DAKOTA					
<u>MN-Current</u>	<u>DK-Current</u>					
GAS GRAVITY       0.67         COND. OR MISC. (C/M)       C         %N2       0.52         %CO2       1.43         %H2S       0         DIAMETER (IN)       1.995         DEPTH (FT)       7891         SURFACE TEMPERATURE (DEG F)       60         BOTTOMHOLE TEMPERATURE (DEG F)       137         FLOWRATE (MCFPD)       0         SURFACE PRESSURE (PSIA)       501         BOTTOMHOLE PRESSURE (PSIA)       608.0	GAS GRAVITY0.62COND. OR MISC. (C/M)					
<u>MN-Original</u>	<u>DK-Original</u>					
GAS GRAVITY0.67COND. OR MISC. (C/M)C%N20.52%CO21.43%H2S0DIAMETER (IN)1.995DEPTH (FT)7891SURFACE TEMPERATURE (DEG F)60BOTTOMHOLE TEMPERATURE (DEG F)137FLOWRATE (MCFPD)0SURFACE PRESSURE (PSIA)1602BOTTOMHOLE PRESSURE (PSIA)2009.1	GAS GRAVITY0.62COND. OR MISC. (C/M)					

Form 9-330 Rev. 5-68)		UN, ≟D	STAT	ES	SUBMI	TIND	UPLI		rm approved. dget Bureau No. 42-R355.5.
		TMENT O	F THE	E INT	FERIOF	2	(See cine structions reverse sid	0. 5 IN408 DEST	GNATION AND SERIAL NO.
WELL CON	APLETION	OR RECOM	APLETIC	ON R	EPORT	AND	LOG *	6. IF INDIAN,	ALLOTTER OR TRIBE NAME
1a. TYPE OF WELL	: OIL WEI		DR	<b>,</b> 🗌	Other			7. UNIT AGREE	MENT NAME
L TYPE OF COMP NEW [X]	WORK DER	P- PLOG -	-, DIFF.					Sen Juan 8. farm or-li	28-5 Unit
2. NAME OF OPERATO		BACK L	LESVI	<b>B</b> . []	Other			- 1	25-5 Unit
El Paso Natu		ompany		•		<u>.</u>		9. WELL NO.	
3. ADDRESS OF OPER. Box 990, Far		New Mexico							POOE, OR WILDCAT
4. LOCATION OF WELL			iccordance	with any	y State requir	ements)	•	Basin Da	
At surface	.031'8, 11	, JO . M			-			OR AREA:	M., OR BLOCK AND SURVEY
At top prod. inte	rval reported be	low	2					Sec. 22	<b>T-28-8</b> Re <b>5-9</b>
At total depth			1.14	MIT NO.		DATE ISS		12-00UNTY DE	
			AT. 505			DALB 190		Rio Artic	
5. DATE SPUDDED   7-9-69	16. DATE T.P. 1 7-20-69	LEACHED 17. DAT	B-69	Ready to	prod.) 18	6790	TONS (DF, BI	SB, BT, GB, BTC.)*	19. ELEV. CASENGERAD
0, TOTAL DEPTH, MD &	TVD 21. PLU	1 16, back 7.d., md & 8090 *	TVD 22.	IF MUL	TIPLE COMPL.		23. INTERVAL DBILLED		
4. PRODUCING INTER	AL(8), OF THIS	COMPLETION-TOP	, BOTTOM,	NAME (b	ID AND TVD)*				25. WAS DIRECTIONAL SUBVEY MADE
78 <b>31-8078(D</b>	:)							u Landar Alterta MBR	
6. TYPE BLECTRIC AN			2012			19 2 19 19 2 19 19 2 19	-		27. WAS WICL SCALE
	- Tempe	·							
CASINO SIZE	WEIGHT, LB.	/FT. DEPTH SI	T (MD)		ort all string			ING BECORDS	AMOONT PULLED
9° <b>3/0</b> "	32.30#	230 3933		13	3/4"	20			
4 1/2"	11.6,10.			-6-3	/ <del>4</del>	10 JUL	5 SK8.		
	-	· · · · · · · · · · · · · · · · · · ·					· · · · · · · · · · · · · · · · · · ·		
9.		LINER RECORD	1				-	TUBING RECO	
SIEF	TOP (MD)	BOTTOM (MD)	SACES CE	MENT	SCREEN (M	D) (0)	2 3/8"		PACKEB BRY (MD)
			-						
7884-94,797	080 (Interval, s 	ice and number) 78° v/20 SI	27.		82.			ACTURE, GENENT	
		,,			7884-8			THE LEGAT OOO. O	ar. 50.000 sand
						2 Q			
33.*				DRG	DUCTION				<u>3</u> 3 3 3 8 3 3 8 8
ATE FIRST PRODUCTI	ON PROI	Flowing	Flowing, ga			1.1	e of pump)	with the second	TATUS (Producing 672
8-8-69	HOURS TESTED	снока візв 3/4"	PBOD'N TEST 1	I. FOR PERIOD	OIL-BBL.		GAB-MCF.	WATER-BBS	
SI 2683	SI 2673			BBL.	4428	MCF/	B AOF	TER-BBL.	
34. DISPOSITION OF G	AB (Bold, used fo	r fuel, vented, etc.	)		<u> </u>		<u> </u>	TEST WITNESS	
35. LIST OF ATTACHI	ENTS							D.R.R	oberte -
							ΞĮ		
	that the former	In and attacked I		1-	late and en-				
36. I hereby certify				is com	nete and corr	egt 88-d	equermined f	rom all available re	000 <b>10</b> 00
		EUTIN. HOU			troleum	그렇는 것 문서	÷.	rom all available re	August: 27, 1969

. .

Form 3160-4 (October 1990)		SUBMIT IN DU! I UNITED STATES SUBMIT IN DU! DEPARTMENT OF THE INTERIOR (See other In- structions on BUREAU OF LAND MANAGEMENT						(See other In- structions on	FOR APPROVED OMB NO. 1004-0137 Expires: December 31, 1991 5. LEASE DESIGNATION AND SERIAL NO. SF-079519A			
WELL CO	OMPLE	TIO	N OR R	ECOMP	LET	ION REP	PORT AND		G*			
1a. TYPE OF V		-	OIL	GAS X		RY Other	7.5					
											TAGREEMENT	
b. TYPE OF C		N: WORK [				HFF.	P72 - 117				San Juan 28-	
	WELL	OVER	EN	BACK	1				· · · ,			
2 NAME OF	PERATOR								· ·		San Juan 28-	5 Unit #62
			URCES OII	L & GAS CON	IPAN	IY					30-039-20236	j
3. ADDRESS	AND TELEP	PHONE	NO.							10. Fi	ELD AND POOL	OR WILDCAT
			gton, NM 8 ocation clear			26-9700 with any State re-	quimments \*				Munoz Canyo	IN Gallup BLOCK AND SURVEY
At surface			FSL, 1150'F				quirements (				RAREA	
At top prod At total dep	, interval rep stn	oned De	ikow								S <b>ec. 22</b> , T-28	-N, R-5-W
					14 6	ERMIT NO.	DATE ISSUE	<u> </u>		12 0	OUNTY OR	13. STATE
					· · · ′			-			PARISH	
			0.0510.05	117 5375	COM	L. (Ready to prod					Rio Arriba	
15. DATE SPUE 7-9-69	DØED 16.	DATE T. 7-20-0	D. REACHED		25-00	, , , , , , , , , , , , , , , , , , , ,	. )		VATIONS (DF. R	KB, RT, I	BR, ETC.)"	19. ELEV. CASINGHEAD
20. TOTAL DEF	TH. MD &TV			ACK T.D. MD &T		22. IF MULTIPLE	COMPL.,	23. INTE		ROTAR	Y TOOLS	CABLE TOOLS
				7050		HOW	MANY"	DRI	ILLED BY	<b>I</b> a a <i>c</i> a		1
8105'		L (S) OF	CIBP @		TOM. N	AME (MD AND T	2 VD)*	1		0-810	5 WAS DIREC	TIONAL
											SURVEY M	
6555-77	54' Gallup	THERLO	GS RUN							27 WA	S WELL CORED	
CBL-CC											No	
28.					C	ASING RECOR	D (Report all string	<b>s set</b> in v	vell)			
CASING SIZE	GRADE	WEIGI 32.31	IT, LB./FT.	DEPTH SET	MD)	HOLE SIZE	TOP OF CE	MENT. CE	MENTING RECO	DRD	A	MOUNT PULLED
9 5/8		20#		3933		8 3/4	205 sx				<u> </u>	
4 1/2		11.6	& 10.5#	8105		6 1/4	355 sx					
			100000	0070								
29. SIZE	TOP (MD)	30	LINER RE	SACKS CEMI	NT*	SCREEN (MO	30. )) SIZE		DEPTH SET	_		ACKER SET (MD)
		+	,				2 3/8		7773	(	CIBP @ 785	
•,			el, size and nui '642-7754'	nber)		32.	AC	CID. SHO			ENT SQUEEZE,	
0000-08	72,7550-	1000,1	042-1104			6555-6972		1725				) tempered LC sd
						7330-7500'	······					tempered LC sd
						7642-7754		540 b	bl x-link gel, '	1600#	20/40 temper	ed LC sd
33.						L	PRODUCTION					
DATE FIRST PR	ODUCTION		PRODUC				kg—size and type of pi	ump)				(Producing or shut-in)
DATE OF TEST		HOURS	TESTED	CHOKE SIZE	lowin	-	L88L	GAS-	MCF	WAT	SI ER-BBL	GAS-OIL RATIO
			4		TES	T PERIOD		1		1		
1-25-00 FLOW. TUBING		CASING	1 PRESSURE	CALCULATED	1-	L-BBL	GAS-MCF		ACF/D Pitot G WATER-B			OIL GRAVITY-API (CORR.)
		SI 14	104	24-HOUR RATE	1							
SI 694 34, DISPOSIT	ION OF GAS			ed, elC.)					l		TEST WITNES	SED BY
			e soid									
35. LIST OF A	TTACHMENT	'S Nork	9				· · · · · · · · · · · · · · · · · · ·					
36. I hereby c	erofy that the t			nformation is com	piete s	nd correct as dete	imined from all availa	ble recon	ds	<u> </u>	· · · · · · · · · · · · · · · · · · ·	
	Dead	N	All	τ	ITLE	Regulatory A	Administrator				1-27-00	
			*(S	ee instruct	ions	and Spaces	s for Additiona	ai Data		e Sid		FOR RECOR
Title 18 U.S	.C. Section	1001.	makes it a	crime for any	pers	on knowingly a	and willfully to m ions as to any m	ake to a	any departme	nt of a		FR 11 2 2000

OPERATOR

FB U 2 2000

1 % He	0	0	0	0	0
1 % H2 Mo	0	0	0	0	0
J/CF at 14.73) Mo	1263	1036	1057		1155
cor (BTU/CF at 14,73) Dry BTU Factor (BTU	1241.041	1017.988			
Temperature Wet BTU Fac		60	-		
est Pressure Tes	14.73		14.73	14.73	14.73
n Sample Date T			****	:	
Formation	) DK	) DK	ň	Ď	ð
	) DK	ă Š	ă	NE ( DK	( )
103	5	75	T 82	T 63	ð
ari Meli	SAN JUAN 27-4 UNIT 57 (	SAN JUAN 28-5 UNIT 75 (	SAN JUAN 28-5 UNIT 82 ( DK		RICHARDSON 8E (DK) DK
Meter Number	87315 SAN JUAN 27-4 UNIT		:	95547 SAN JUAN 28-5 UNI	

- ----

Cravity	0.596	0.621	0.592	0.687	
ulated Specific					
c Gravity Calc	00	0	0	0	
Isured Specifi	and a state of the second of the second s			0	a second a second and an an array of the second and the second area are and the second area areas are areas are
C7 Field Mea	0 0		<b>,</b>		Š
6 C6+ Mol %	0.43	0.13	0.20	0.12	0.95 0.23 0.15 0 0 0.14 0
ol % C6 Mol 3	0		0	5.0	o
Nol % NC5 M	1.27 0.57 0.56	0.02	0.11 0.05	0.02	0.15
Mol % IC5	7 0.57	0.06 0.05		0.05	5 0.23
A MOI % NO		0.11 0.0	23 0.15	0.06 0.06	
Cal Nol % (C		0.38 0.		1	
6 MM 60 78 M	C.S.	2.85			
W POLICE				1	83.58
Taxa and Cool	0.95	1.61	2.34	-	2.44
o de la construcción de la const		0	0	0	0
	20 74 NOI 74 4	0.11	0 11	0 11	0.26 0
	NO				

٠,

Page No.: 3 Print Time: Wed Aug 02 10:56:00 2000 Property ID: 1668 Property Name: SAN JUAN 28-5 UNIT | 82 | 52291A Table Name: R:\RESERVES\GDPNOS\TEST.DBF

۰.

--DATE-- ---CUM GAS-- M FWHP- M FBHP- M SIWHP M SIBHP C FWHP- C FBHP- C SIWHP C Mcf

08/08/69	0	0.0	0.0	2683.0	3199.0	0.0	0.0	0.0
06/19/70	110388	393.0	0.0	1237.0	1466.0	0.0	0.0	0.0
08/17/71	232259	334.0	0.0	970.0	1145.0	0.0	0.0	0.0
05/15/72	296248	562.0	0.0	1060.0	1253.0	0.0	0.0	0.0
07/05/73	384501	499.0	0.0	1334.0	1582.0	0.0	0.0	0.0
08/13/75	508194	338.0	0.0	1132.0	1340.0	0.0	0.0	0.0
06/15/77	601448	405.0	0.0	1229.0	1456.0	0.0	0.0	0.0
07/02/79	698221	320.0	0.0	1327.0	1574.0	0.0	0.0	0.0
06/11/81	769320	261.0	0.0	535.0	627.0	0.0	0.0	0.0
09/27/83	843572	324.0	0.0	711.0	836.0	0.0	0.0	0.0
07/11/85	901539	302.0	0.0	874.0	1030.0	0.0	0.0	0.0
10/04/88	939673	376.0	0.0	812.0	956.0	0.0	0.0	0.0

(October 1990)	UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT					OR	SUBMIT IN CATE* (See at 1/2 th- structions on reverse acts)			FOR APPROVED OMB NO. 1004-0137 Express: December 31, 1991 5. LEASE DESIGNATION AND SERIAL NO.		
WELL COMP			RECOMP	ETION R	FP			G*	6. IF I		E OR TRIBE NAME	
1a. TYPE OF WELL:		OIL	GAS	I I I I	ther				uii d	27 Ph I	:03	
					ther			070	<b>FA</b> n	San Upan 28-	5 <b>Uni</b>	
										San Juan 28-	5 Unit #54E	
2. NAME OF OPERA			IL & GAS CO						9. AP	WELL NO. 30-039-23813	2	
3. ADDRESS AND TI									10. FI	ELD AND POOL		
		nington, NM		05) 326-970							anyon Gal/Basin D	
4. LOCATION OF WE At surface	• •	NL, 1495'F	•	lance with any Stat	te requ	iirements )*			-	EC., T., R., M., OH DR AREA	R BLOCK AND SURVEY	
At top prod. interva	al reported b	below										
At total depth										Sec. 20, T-28	3-N, R-5-W	
				14. PERMIT NO.		DATE ISSUE	0			OUNTY OR	13. STATE	
										Rio Arriba	New Mexico	
	-	T.D. REACHED		CCMPL. (Ready to)	prod.)		18. EL	EVATIONS (DF. R	KB, RT,	BR, ETC.)*	19. ELEV. CASINGHE	
9-1-85 20. TOTAL DEPTH, MD	9-10 &TVD			12-98 VD 22. IF MULTIF	PLE CC	OMPL.	23. INT	6644 GR	ROTAR	Y TOOLS	CABLE TOOLS	
					IOW M	ANY		RILLED BY			,	
7961 24. PRODUCTION INTE	BVAL (E) OF		@ 7380		0 7 0	2			0-796	1 25. WAS DIREC		
6912-7333 Gall	up			·					27. WA	SURVEY M	ADE	
None				والمراجع وا						No		
							_				· · · · · · · · · · · · · · · · · · ·	
						(Report all string:						
28. CASING SIZE/GRADE 9 5/8	WEIG 32.3	HT, LB./FT. #	DEPTH SET		ZE			WOH) EMENTING RECO	ORD	A		
CASING SIZE/GRADE 9 5/8 7	32.3 20#	#	225 3856	(MD) HOLE SI 12 1 8 3/	ze 1/4 /4	TOP OF CEN 148 cu.ft. 325 cu.ft.			DRD	A	MOUNT PULLED	
CASING SIZE/GRADE	32.3	#	225	(MD) HOLE SI	ze 1/4 /4	TOP OF CEN 148 cu.ft.			DRD	A	MOUNT PULLED	
CASING SIZE/GRADE 9 5/8 7	32.3 20#	#	225 3856 7961	(MD) HOLE SI 12 1 8 3/	ze 1/4 /4	TOP OF CEN 148 cu.ft. 325 cu.ft.				JBING RECORI		
CASING SIZE/GRADE 9 5/8 7 4 1/2	32.3 20# 11.6	#	225 3856 7961	(MD) HOLE SI 12 1 8 3/ 6 1/	ZE 1/4 /4 /4	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE		EMENTING RECC	π	JBING RECORD	D ACKER SET (MD)	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29.	32.3 20# 11.6	# LINER RE	225 3856 7961 ECORD	(MD) HOLE SI 12 1 8 3/ 6 1/	ZE 1/4 /4 /4	TOP OF CEN 148 cu.ft. 325 cu.ft. 639 cu.ft. 30.		EMENTING RECC	π	JBING RECORI	D ACKER SET (MD)	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29.	32.3 20# 11.6 MD) BC	# LINER R	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SI 12 1 8 3/ 6 1/	ZE 1/4 /4 /4	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2	MENT. C	EMENTING RECC	Ti (MD)	JBING RECORI P. CIBP @ 738	D ACKER SET (MD) IO	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29. SIZE TOP (I	32.3 20# 11.6 MD) BC	# LINER R	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SI 12 1 8 3/ 6 1/ ENT* SCREEN ( 32. DEPT	ZE 1/4 /4 (MD) TH INTE	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2	ID, SH	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO	(MD) , CEME	JBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE	D ACKER SET (MD) IO ETC. ERIAL USED	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29. SIZE TOP (1 31 PERFORATION REC	32.3 20# 11.6 MD) BC	# LINER R	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SI 12 1 8 3/ 6 1/ ENT* SCREEN ( 32	ZE 1/4 /4 (MD) TH INTE	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 AC	ID, SH	DEPTH SET	(MD) , CEME	JBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE	D ACKER SET (MD) IO ETC. ERIAL USED	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29. SIZE TOP (1 31 PERFORATION REC	32.3 20# 11.6 MD) BC	# LINER R	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SI 12 1 8 3/ 6 1/ ENT* SCREEN ( 32. DEPT	ZE 1/4 /4 (MD) TH INTE	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 AC	ID, SH	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO	(MD) , CEME	JBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE	D ACKER SET (MD) IO ETC. ERIAL USED	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29. SIZE TOP (I 31 PERFORATION RE 6912-7333	32.3 20# 11.6 MD) BC	# LINER R	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SI 12 1 8 3/ 6 1/ ENT* SCREEN ( 32. DEPT	ZE 1/4 /4 (MD) TH INTE 3	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 AC RVAL (MD)	ID, SH	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO	(MD) , CEME	JBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE	D ACKER SET (MD) IO ETC. ERIAL USED	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29. SIZE TOP (1 31 PERFORATION REC	32.3 20# 11.6 MD) BC	# LINER Ri DTTOM (MD) vel, size and nu	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SI 12 1 8 3/ 6 1/ ENT* SCREEN ( 32 DEPT 6912-7333	ZE 1/4 (4 (MD) H INTE 3	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 AC RVAL (MD) RODUCTION	ID, SH	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO	(MD) , CEME	UBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE 000# 20/40 Br	D ACKER SET (MD) 10 ETC. ERIAL USED ady sd	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29. SIZE TOP (1 31 PERFORATION RE 6912-7333	32.3 20# 11.6 MD) BC	# LINER Ri DTTOM (MD) vel, size and nu	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SI 12 1 8 3/ 6 1/ ENT* SCREEN ( 32. DEPT	ZE 1/4 (4 (MD) H INTE 3	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 AC RVAL (MD) RODUCTION	ID, SH	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO	TT (MD) , CEME	UBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE 000# 20/40 Br	D ACKER SET (MD) IO ETC. ERIAL USED	
CASING SIZE/GRADE           9 5/8           7           4 1/2           29.           SIZE           31           PERFORATION REG           6912-7333	32.3 20# 11.6 MD) BC CORD (Intern	# LINER Ri DTTOM (MD) vel, size and nu	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SIL 12 1 8 3/ 6 1/ SCREEN ( 32 DEPT 6912-7333 (Flowing, gas tilt, puri Flowing PROO'N FOR	ZE 1/4 (4 (MD) H INTE 3	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 AC RVAL (MD) RODUCTION SIZE and type of pu	ID, SH	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO gal 70Q foam	T( (MD) , CEME UNT AN , 200,(	UBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE 000# 20/40 Br	D ACKER SET (MD) 10 ETC. ERIAL USED ady sd	
CASING SIZE/GRADE           9 5/8         7           4 1/2         29.           SIZE         TOP (I)           31         PERFORATION REG           6912-7333         33.           DATE FIRST PRODUCTION         5-12-98	32.3 20# 11.6 MD) BC CORD (Intern	# LINER Ri DTTOM (MD) vel, size and nu	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SI 12 1 8 3/ 6 1/ SCREEN ( 32 DEPT 6912-7333 (Flowing gas Lift, purity Flowing	2E 11/4 /4 /4 (MD) (MD) (MD) (MD) (MD) (MD) (MD) (MD)	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 AC RVAL (MD) RODUCTION SIZE and type of pu	ID, SH( 4900	EMENTING RECC DEPTH SET 7328 DT, FRACTURE AMO gal 70Q foam	T( (MD) , CEME UNT AN , 200,(	UBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE 000# 20/40 Br	D ACKER SET (MD) 10 ETC. ERIAL USED ady sd (Producing or shuil-in)	
CASING SIZE/GRADE           9 5/8         7           4 1/2         29.           SIZE         TOP (I           31         PERFORATION RE           6912-7333         6912-7333           33.         DATE FIRST PRODUCTION           5-12-98         DATE OF TEST           5-12-98         FLOW. TUBING PRESS.	32.3 20# 11.6 MD) BC CORD (Inten DN HOURS CASING	# LINER Ri DITOM (MD) vel, size and nu PRODDI TESTED	225 3856 7961 ECORD SACKS CEME	(MD) HOLE SIL 121 83/ 61/ ENT* SCREEN ( 32 DEPT 6912-7333 (Flowing gas lift, purit Flowing PROO'N FOR TEST PERIOD	2E 11/4 /4 /4 (MD) (MD) (MD) (MD) (MD) (MD) (MD) (MD)	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 AC RVAL (MD) RODUCTION SIZE and type of pu	ID, SH( 4900	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO gal 70Q foam	TR (MD) . CEME UNT AN . 200.0	UBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE 000# 20/40 Br	D ACKER SET (MD) IO ETC. ERIAL USED ady sd (Producing or shut-in) (GAS-OIL RATIO	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29. SIZE TOP (1 31 PERFORATION REI 6912-7333 33. DATE FIRST PRODUCTIO 5-12-98 DATE OF TEST 5-12-98 FLOW. TUBING PRESS. SI 1840	32.3 20# 11.6 MD) BC CORD (Intern CORD (Intern CORD (Intern CASING SI 11	# LINER Ri DTTOM (MD) vel, size and nu PRODUC TESTED S PRESSURE 840	225 3856 7961 ECORD SACKS CEME SACKS CEME CORD SACKS CEME CORD SACKS CEME CALCULATED 24-HOUR RATE	(MD) HOLE SIL 121 83/ 61/ ENT* SCREEN ( 32 DEPT 6912-7333 (Flowing gas lift, purit Flowing PROO'N FOR TEST PERIOD	2E 11/4 /4 /4 (MD) (MD) (MD) (MD) (MD) (MD) (MD) (MD)	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 RVAL (MD) RODUCTION SIZE and type of pu SIBL	ID, SH( 4900	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO gal 70Q foam MCF Pitot Gauge	TR (MD) . CEME UNT AN . 200.0	UBING RECORI P. CIBP @ 738 NT SQUEEZE, D KIND OF MATE D00# 20/40 Br WELL STATUS SI ER-BBL	D ACKER SET (MD) 10 ETC. ERIAL USED ady sd (Producing or shuit-in) (GAS-OIL RATIO OIL GRAVITY-API (CC	
CASING SIZE/GRADE           9 5/8         7           4 1/2         29.           SIZE         TOP (I           31         PERFORATION RE           6912-7333         6912-7333           33.         DATE FIRST PRODUCTION           5-12-98         DATE OF TEST           5-12-98         FLOW. TUBING PRESS.	32.3 20# 11.6 MD) BC CORD (Inten CORD (Inten CORD (Inten CASING SI 11 AS (SOID, US	# LINER Ri DTTOM (MD) vel, size and nu PRODUC TESTED S PRESSURE 840	225 3856 7961 ECORD SACKS CEME SACKS CEME CORD SACKS CEME CORD SACKS CEME CALCULATED 24-HOUR RATE	(MD) HOLE SIL 121 83/ 61/ ENT* SCREEN ( 32 DEPT 6912-7333 (Flowing gas lift, purit Flowing PROO'N FOR TEST PERIOD	2E 11/4 /4 /4 (MD) (MD) (MD) (MD) (MD) (MD) (MD) (MD)	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 RVAL (MD) RODUCTION SIZE and type of pu SIBL	ID, SH( 4900	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO gal 70Q foam MCF Pitot Gauge	TI (MD) . CEME UNT AN . 200,( UNT AN . 200,( UNT AN . 200,1	JBING RECORI P. CIBP @ 738 NT SQUEEZE. D KIND OF MATE D00# 20/40 Br WELL STATUS SI ER-BBL	D ACKER SET (MD) IO ETC. ERIAL USED adiy Sd (Producing or shuit-in) GAS-OIL RATIO OIL GRAVITY-API (CC SED BY	
CASING SIZE/GRADE 9 5/8 7 4 1/2 29. SIZE TOP (1 31 PERFORATION REI 6912-7333 33. DATE FIRST PRODUCTIO 5-12-98 DATE OF TEST 5-12-98 FLOW. TUBING PRESS. SI 1840	32.3 20# 11.6 MD) BC CORD (Inten CORD (Inten CORD (Inten CASING SI 11 IAS (SOID, US TO b ENTS	# LINER Ri DITOM (MD) vel, size and nu PRODDI TESTED S PRESSURE 840 ed for fuel, ven re sold	225 3856 7961 ECORD SACKS CEME SACKS CEME CORD SACKS CEME CORD SACKS CEME CALCULATED 24-HOUR RATE	(MD) HOLE SIL 121 83/ 61/ ENT* SCREEN ( 32 DEPT 6912-7333 (Flowing gas lift, purit Flowing PROO'N FOR TEST PERIOD	2E 11/4 /4 /4 (MD) (MD) (MD) (MD) (MD) (MD) (MD) (MD)	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 RVAL (MD) RODUCTION SIZE and type of pu SIBL	ID, SH( 4900	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO gal 70Q foam MCF Pitot Gauge	TI (MD) . CEME UNT AN . 200,( UNT AN . 200,( UNT AN . 200,1	JBING RECORI P. CIBP @ 738 NT SQUEEZE. D KIND OF MATE D00# 20/40 Br WELL STATUS SI ER-BBL	D ACKER SET (MD) IO ETC. ERIAL USED adly sd (Producing or shur-in) GAS-OIL RATIO OIL GRAVITY-API (CC SED BY	
CASING SIZE/GRADE           9 5/8         7           4 1/2         29.           SIZE         TOP (I)           31         PERFORATION REI           6912-7333         6912-7333           33.         DATE FIRST PRODUCTION SET           5-12-98         DATE OF TEST           5-12-98         FLOW. TUBING PRESS.           SI 1840         34. DISPOSITION OF G	32.3 20# 11.6 11.6 CORD (Interv CORD (Interv CORD (Interv CORD (Interv CORD (Interv CORD (Interv CORD (Interv CORD (Interv	# LINER Ri DITOM (MD) vel, size and nu vel, size and nu PRODUC TESTED S PRESSURE 840 ed for nuel, ven we sold e	225 3856 7961 ECORD SACKS CEME SACKS CEME CONTRACTION CHOKE SIZE CALCULATED 24-HOUR RATE 24-HOUR RATE	(MD) HOLE SI 12 1 8 3/ 6 1/ ENT* SCREEN ( 32 DEPT 6912-7333 (Flowing gas uit, puit Flowing PROO'N FOR TEST PERIOD C.L-BBL	2E 1/4 (4 (MD) (MD) (MD) (MD) (MD) (MD) (MD) (MD)	TOP OF CEM 148 cu.ft. 325 cu.ft. 639 cu.ft. 30. SIZE 1 1/2 CRVAL (MD) RODUCTION SIZE AND TYPE OF PU SIBL GAS-MCF	ID, SH 4900 GAS- 492 F	EMENTING RECC DEPTH SET 7328 DT. FRACTURE AMO gal 70Q foam MCF Pitot Gauge WATER-BE	TI (MD) . CEME UNT AN . 200,( UNT AN . 200,( UNT AN . 200,1	JBING RECORI P. CIBP @ 738 NT SQUEEZE. D KIND OF MATE D00# 20/40 Br WELL STATUS SI ER-BBL	D ACKER SET (MD) 10 ETC. ERIAL USED ady sd (Producing or shuit-in) (GAS-OIL RATIO OIL GRAVITY-API (CC	

.

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department of agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

OPERATOR

s Analysis Information			-		×	
SA SA	N JUAN 20-5 UNI	T 54E GL				
lysis Name			out in the second s			
Analysis:		FN S		1:1		
dysis			MOL Fraction	MOL Count		
ctive Date 04	/18/2000	Hydrogen (H2)	0.00000	0.0000		
		Helium (He)	0.00000	0.0000		
ple Date 04	/01/2000	Nitrogen (N2)	0.00521	0.0000		
ure Base BTU	14.7300	Carbon Dioxide (CO2)	0.01430	0.0000		
Dry Dr	y 💌	Hydrogen Sulphide (H2S)	0.00000	0.0000		
	1.14900000	Methane (C1)	0.86618	0.0000		
ific Gravity	0.670	Ethane (C2)	0.07280	0.0000		
alculation Type		Propane (C3)	0.02157	0.0000	A Design of the second s	
nter <u>Percentages</u>		Isobutane (184)	0.00281	0.0000		
nter <u>G</u> PM		Butane	0.00330	0.0000		
		Isopentane (IP5)	0.00270	0.0000		
B	elated To	Pentane (P5)	0.00232	0.0000		
		Hexane (C6)	0.00000	0.0000		
		Heptane (C7)	0.00000	0.0000		
		Total	0.9912	0.00000		
	02 GPM	0.0000 Her	kanes Plus GPM	0.0000		
04/18/2000						

Page No.: 1 Print Time: Mon Aug 07 08:48:25 2000 Property ID: 1629 Property Name: SAN JUAN 28-5 UNIT | 54E | 54329A Table Name: R:\RESERVES\GDPNOS\TEST.DBF

DATE	CUM_GAS Mcf	M FWHP- Psi	M_FBHP- Psi	M_SIWHP Psi	M_SIBHP Psi	C_FWHP-	C_FBHP-	C SIWHP C
10/07/85	0	0.0	0.0	1602.0	0.0	0.0	0.0	0.0
12/12/85	42225	315.0	0.0	1057.0	0.0	0.0	0.0	0.0
09/19/86	117591	318.0	0.0	882.0	0.0	0.0	0.0	0.0
12/18/87	260717	379.0	0.0	728.0	0.0	0.0	0.0	0.0
10/04/88	329905	358.0	0.0	702.0	0.0	0.0	0.0	0.0
04/08/90	401308	389.0	0.0	912.0	0.0	0.0	0.0	0.0
09/29/92	573187	0.0	0.0	619.0	0.0	0.0	0.0	0.0
01/31/94	694337	0.0	0.0	501.0	0.0	0.0	0.0	0.0

## STATE OF NEW MEXICO ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

1AY2 4 1993

DIL CON. DIV

DIST. 3

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 10663 Order No. R-9893

# APPLICATION OF UNION OIL COMPANY OF CALIFORNIA d/b/a UNOCAL FOR AN ADMINISTRATIVE DOWNHOLE COMMINGLING PROCEDURE WITHIN THE RINCON UNIT AREA, RIO ARRIBA COUNTY, NEW MEXICO.

#### **ORDER OF THE DIVISION**

#### **BY THE DIVISION:**

This cause came on for hearing at 8:15 a.m. on February 4, 1993, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 18th day of May, 1993, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

#### FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) The applicant, Union Oil Company of California, d/b/a Unocal, seeks the adoption of an administrative procedure for authorizing the downhole commingling of Blanco-Mesaverde, Largo-Gallup, or Undesignated Gallup Pool production with production from the Basin-Dakota Gas Pool within certain existing and subsequently drilled wells in its Rincon Unit Area, Rio Arriba County, New Mexico, without additional notice to each affected interest owner within the Unit Area.

(3) The Rincon Unit is a Federal exploratory unit initially comprising some 20,643 acres in portions of Townships 26 and 27 North and Ranges 6 and 7 West, NMPM, Rio Arriba County, New Mexico. The unit was formed in 1952 and is currently operated by Union Oil Company of California.

(4) The evidence and testimony presented indicates that the Basin-Dakota Gas Pool has been fully developed on 320-acre spacing within the Rincon Unit and that approximately half of the Unit Area has been infill drilled in the Basin-Dakota Gas Pool on 160-acre spacing. The Dakota Participating Area (PA) currently comprises virtually the entire unit area.

(5) The applicant has identified approximately thirty-three (33) infill Basin-Dakota well locations within the Unit Area which may be subsequently drilled.

(6) Based upon historical production, the applicant expects Basin-Dakota initial production from infill drilling to be marginal in nature ranging from approximately 150-600 MCF gas per day per well.

(7) Testimony and evidence presented by the applicant indicates that gas reserves in the Dakota formation on an individual well basis are not sufficient to economically justify the drilling of new wells to produce such reserves.

(8) The current well economics and expected Dakota producing rates virtually assure that these wells will be candidates for downhole commingling with either the Mesaverde or Gallup zones.

(9) The applicant has also identified approximately forty-two (42) current Dakota producing wells, some recently drilled, which also by virtue of well economics and producing rates make them candidates for downhole commingling.

(10) The applicant expects initial producing rates from the Mesaverde and Gallup formation to be marginal in nature.

(11) The Gallup, Dakota and Mesaverde Participating Areas within the Rincon Unit are not common.

(12) According to applicant's evidence, the working interest ownership within the Rincon Unit is fixed and common among the various wells and zones and is not affected by participating areas.

(13) According to further testimony, the royalty and overriding royalty interest ownership within the Rincon Unit varies between participating areas established for different locations and pools. CASE NO. 10663 Order No. R-9893 Page -3-

(14) Applicant's Exhibit No. 6 in this case is a list of one hundred and twenty (120) royalty and overriding royalty interest owners in the Dakota, Gallup and Mesaverde Participating Areas within the Rincon Unit. All such royalty and overriding royalty interest owners, as well as working interest owners, were notified of the application in this case.

(15) Rule No. 303(C) of the Division Rules and Regulations provides that administrative approval for downhole commingling may be granted provided that the interest ownership, including working, royalty and overriding royalty interest, is common among the commingled zones.

(16) Applicant's proposed administrative procedure would provide for Division approval to downhole commingle wells in the Rincon Unit Area without hearing, and without the requirement that each interest owner in the Dakota, Mesaverde and/or Gallup Participating Areas be notified of such commingling.

(17) The downhole commingling of wells within the Rincon Unit Area will benefit working, royalty and overriding royalty interest owners. In addition, the downhole commingling of wells within the Rincon Unit Area should not violate the correlative rights of any interest owner.

(18) The evidence in this case indicates that notice to each interest owner within the Dakota, Mesaverde and/or Gallup Participating Areas of subsequent downhole comminglings within the Rincon Unit is unnecessary and is an excessive burden on the applicant.

(19) No interest owner and/or offset operator appeared at the hearing in opposition to the application.

(20) An administrative procedure should be established within the Rincon Unit for obtaining approval for subsequently downhole commingled wells without notice and hearing, provided however that, all provisions contained within Rule No. 303(C) of the Division Rules and Regulations, with the exception of Part 1 (b)(v), are fully complied with.

(21) The proposed administrative procedure for obtaining approval for downhole commingling will allow the applicant the opportunity to recover additional gas reserves from the Rincon Unit Area which may otherwise not be recovered, thereby preventing waste, and will not violate correlative rights.

CASE NO. 10663 Order No. R-9893 Page -4-

#### **IT IS THEREFORE ORDERED THAT:**

(1) An administrative procedure for obtaining approval to downhole commingle wells within the Rincon Unit, located in portions of Townships 26 and 27 North, Ranges 6 and 7 West, NMPM, Rio Arriba County, New Mexico, is hereby established.

(2) In order to obtain Division authorization to downhole commingle wells within the Rincon Unit, the applicant shall file an application with the Santa Fe and Aztec Offices of the Division. Such application shall contain all of the information required under Rule No. 303(C) of the Division Rules and Regulations, provided however that the applicant shall not be required to provide notice to all interest owners within the Dakota, Mesaverde and/or Gallup Participating Areas in the Rincon Unit of such proposed commingling. In addition, the application shall contain evidence that all offset operators and the United States Bureau of Land Management (BLM) have been notified of the proposed commingling.

(3) Jurisdiction is hereby retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION () ()

WILLIAM J. LEM Director

## SEAL

Firstname ALGERNON W BROWN TRUST U/W/O BANK OF AMERICA BUREAU OF LAND MANAGEMENT BURLINGTON RESOURCES O&G CO CHARLES W GAY **D A ABRAHAM LLC** DEVON ENERGY PRODUCTION CO LP E J E BROWN COMPANY EDNA E MORRELL LIV TR 11-1073 ELEANOR G HAND EVELYN G BROWN TRUST U/W/O FIRST NATL BK SANTA FE AGENT HARCO LTD PARTNERSHIP HARRINGTON ENERGY RESOURCES LTD HARRINGTON SOUTHWEST ENERGY LTD JAMES M RAYMOND JAMES V HARRINGTON JUAN R MONTANO KATHLEEN EARNEST RIOS TRUSTEE **KATHLEEN QUINN** LESLIE C TATUM LMA ROYALTIES LTD LORRAYN GAY HACKER M A R OIL AND GAS CORP INC MARY F ROBERTS MARY JO WELLS MARY JONE CHAPPELL MAYDELL MILLER MAST MIKE C ABRAHAM TRUSTEE PATRICIA ANN ASHBURN PATRICIA P SCHIEFFER PHILIP O MEADOWS & LEE D POOL HAROLD IRREV RE PURE RESOURCES LP **ROBBYE F BAKER ROBERT S TATUM TRUSTEE** RUTH ZIMMERMAN TRUST SCOTT ANTHONY VENEZIA STEVE J ABRAHAM PERS REP **TEMPE LTD PARTNERSHIP TERRI GREENE LEAGUE TRUSTEE** THE FIRST NATIONAL BANK OF SANTA FE THELMA POOL REV MARITAL TRST **UW FOSTER MORRELL DECD 11-1065**