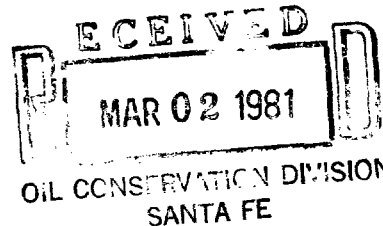


Energy Reserves Group, Inc.
P.O. Drawer 2437, Zip 79701
1509 West Wall Street
Midland, Texas
Phone 915 682 2591



February 26, 1981



New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Surface Commingling Application
Bledsoe No. 1 (Tanneyhill Granite West)
Bledsoe No. 2 (South Peterson)
Section 11, T-6-S, R-33-E, Roosevelt County, New Mexico

Dear Sir:

Energy Reserves Group, Inc. (ERG) hereby requests administrative approval to commingle the above captioned wells.

The Bledsoe No. 1 is a new Granite Wash pool in the Tanneyhill Granite Wash Field. This well currently produces 3 BOPD with 46.2 corrected gravity. The current value of the oil is \$38.00 per barrel.

The Bledsoe No. 2 is a Cisco pool in the South Peterson Field. This well currently produces 100 BOPD with 48.0 corrected gravity. The current value of this oil is also \$38.00 per barrel.

A plat of the lease and a schematic of the tank battery is attached. The Bledsoe is Fee Land and therefore a State or Federal Land consent is not required.

Your consideration of this application is requested. If there are any further questions, please call the undersigned at the above phone number.

Sincerely yours,

R. L. Robertson
Production Engineer II

RLR/aw

Attachments:

NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-100
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

Operator Energy Reserves Group, Inc.		Lease Bledsoe		Well No. 1 & 2	
Unit Letter A	Section 11	Township 6 South	Range 33 East	County OIL CO. Roosevelt DIVISION SANTA FE	

Actual Footage Location of Well:

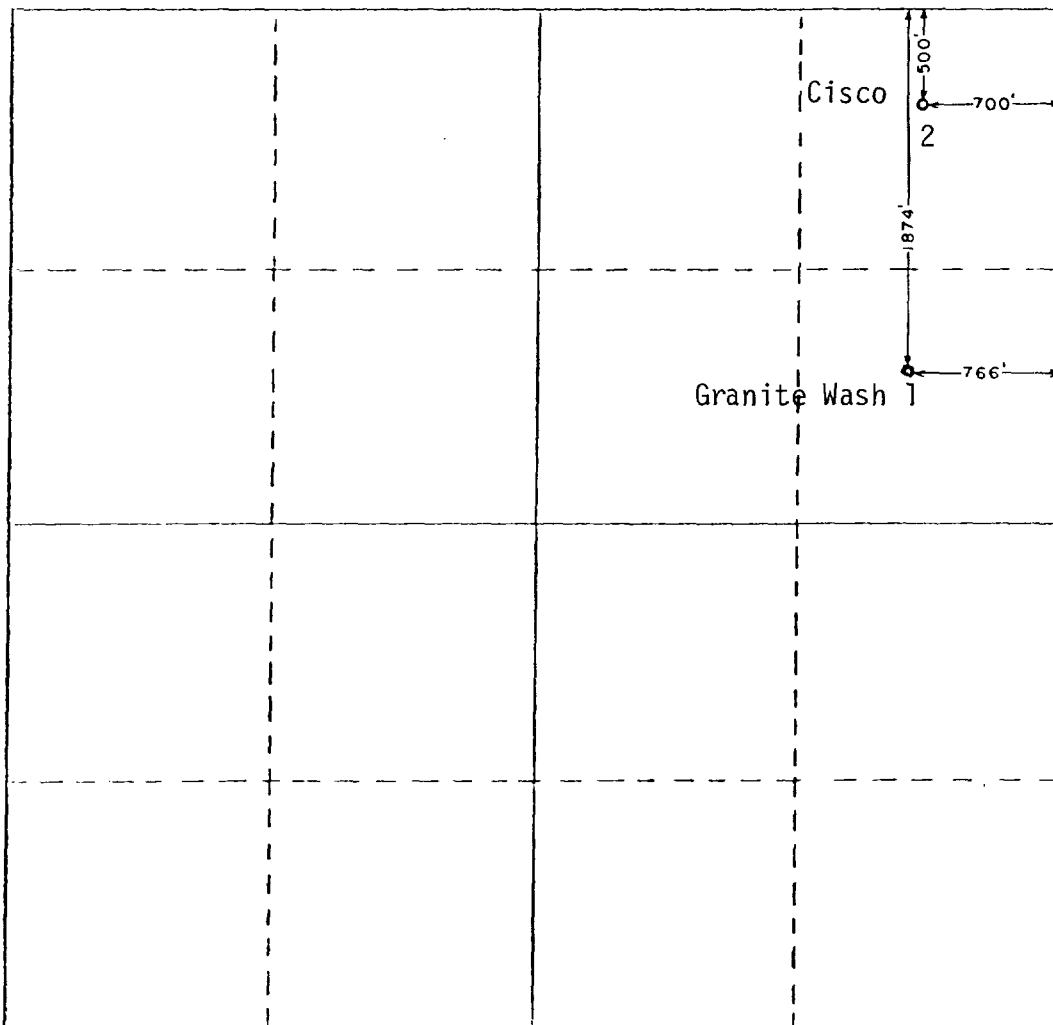
feet from the See Below	line and	feet from the See Below	line
Ground Level Elev.	Producing Formation Cisco & Granite Wash	Pool South Peterson & Tanneyhill Granite Wash	Dedicated Acreage 40 acres each

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?

☐ Yes ☐ No If answer is "yes," type of consolidation _____

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 Commission.



CERTIFICATION

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

R. L. Robertson
Signature

R. L. Robertson

Position

Production Engineer II

Company

Energy Reserves Group, Inc.

Date

February 25, 1981

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed **November 5, 1980 & March 4, 1980**

Registered Professional Engineer
and/or Land Surveyor

Original signed by **John W West**

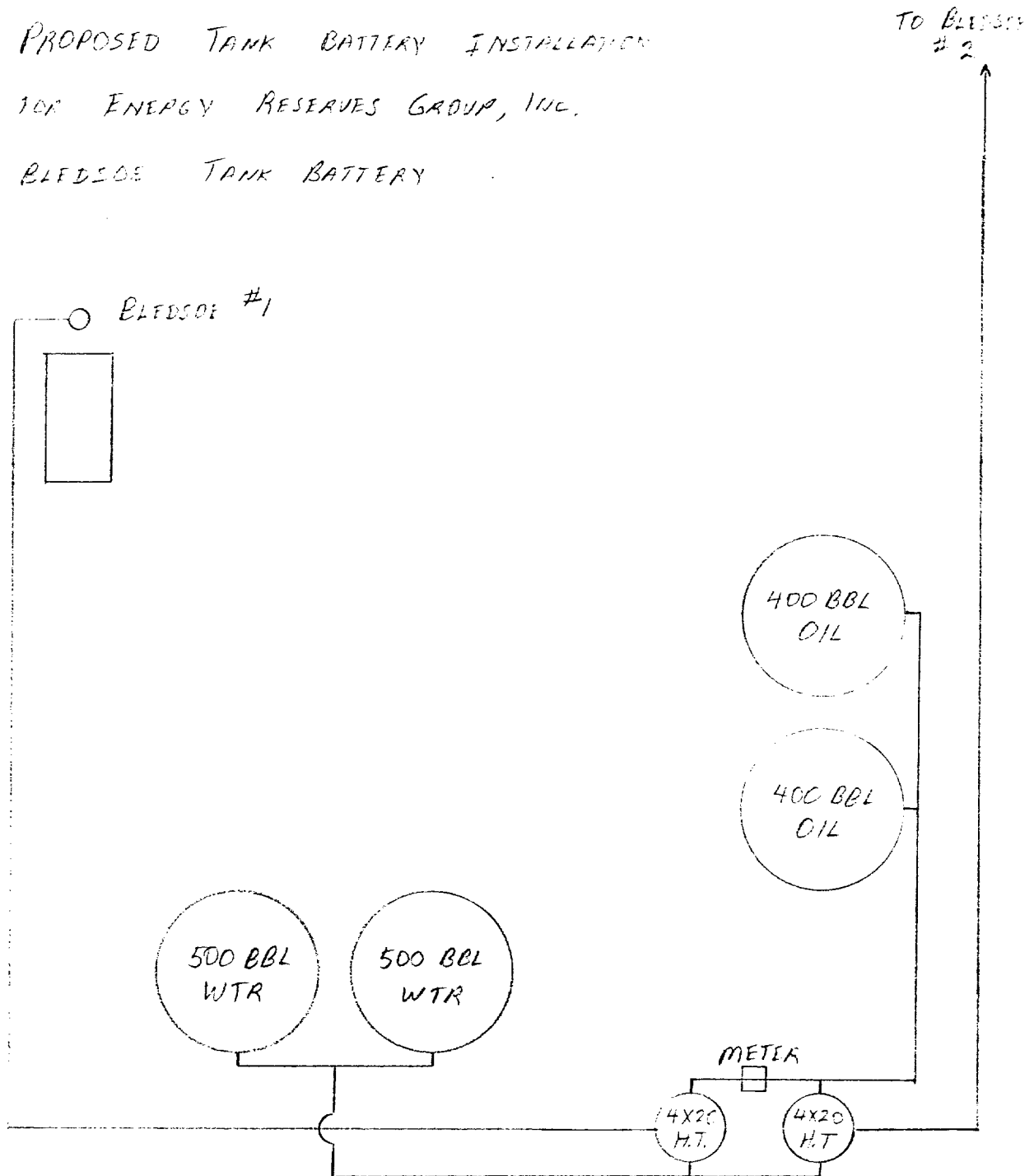
Certificate No.

676

PROPOSED TANK BATTERY INSTALLATION

FOR ENERGY RESERVES GROUP, INC.

BLEDSOE TANK BATTERY



NOT TO SCALE

OIL PRODUCTION FOR #1 WILL BE METERED

OIL PRODUCTION FOR #2 WILL BE THE DIFFERENCE IN
TANK GAGE AND METER VALUE