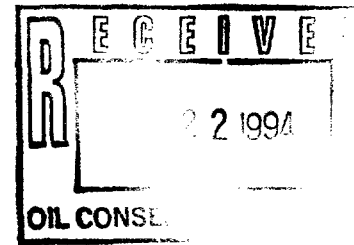


BEFORE THE
OIL CONSERVATION DIVISION



NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION
OF ENRON OIL & GAS COMPANY FOR
DOWNHOLE COMMINGLING,
EDDY COUNTY, NEW MEXICO.

CASE NO. _____

APPLICATION

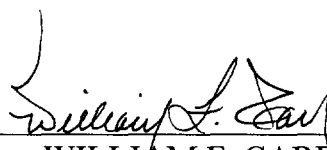
Comes now, ENRON OIL & GAS COMPANY, through its undersigned attorneys, hereby makes application to the New Mexico Oil Conservation Division for approval for downhole commingling of production from the Wolfcamp and Bone Spring formations in the James Ranch Unit Well No. 71, and in support thereof states:

1. Applicant seeks approval for downhole commingling of oil production from the Wolfcamp formation and the Bone Spring formation, ^{Southeast Quahada Ridge - Delaware and Livingston Ridge - Bone Spring} in the wellbore of the James Ranch Unit Well No. 71, located 330 feet from the North line and 660 feet from the East line of Section 36, Township 22 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.
2. Commingling oil production in this well not damage either reservoir and will result in the increased recovery of hydrocarbons.
3. Granting this application will be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Enron Oil & Gas Company requests that this matter be set for hearing before a duly appointed Examiner of the Oil Conservation Division on December 15, 1994 and, after notice and hearing as required by law, the Division enter its order granting this application.

Respectfully submitted,

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.

By: 
WILLIAM F. CARR
Post Office Box 2208
Santa Fe, New Mexico 87504
Telephone: (505) 988-4421

ATTORNEYS FOR ENRON OIL
& GAS COMPANY