

UNITED STATES  
DEPARTMENT OF THE INTERIOR N.M. Oil Cons. Division  
BUREAU OF LAND MANAGEMENT 1625 N. French Dr.  
Hobbs, NM 88240

FORM APPROVED  
Budget Bureau No. 1004-0135  
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS  
Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.  
Use "APPLICATION FOR PERMIT—" for such proposals

5. Lease Designation and Serial No.  
LC068281-B

6. If Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE

7. If Unit or CA, Agreement Designation

1. Type of Well

Oil Well  Gas Well  Other

8. Well Name and No.

CONOCO C FEDERAL #1

2. Name of Operator

QUAY VALLEY, INC.

9. API Well No.

30-025-30673

3. Address and Telephone No.

P. O. BOX 10280, MIDLAND, TEXAS 79702-7280 915/687-4220

10. Field and Pool, or Exploratory Area

MASON DELAWARE NORTH

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

330' FNL AND 990' FEL OF SECTION 30, T-26-S, R-32-E NMPM

11. County or Parish, State

LEA COUNTY, NEW MEXICO

12. CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

TYPE OF ACTION

- Notice of Intent  
 Subsequent Report  
 Final Abandonment Notice

- Abandonment  
 Recompletion  
 Plugging Back  
 Casing Repair  
 Altering Casing  
 Other SURFACE COMMINGLE AND OFF LEASE OIL & GAS MEASUREMENT

- Change of Plans  
 New Construction  
 Non-Routine Fracturing  
 Water Shut-Off  
 Conversion to Injection  
 Dispose Water

Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)\*

Quay Valley, Inc. requests approval of a surface commingle permit to commingle the Conoco C Federal #1 with the production of the Conoco E Federal #1 located in Unit Letter H, 660' FEL and 1650' FNL, Section 30, T-26-S, R-32-E, NMPM, Lea County, New Mexico; AND the Conoco B Federal #1 located in Unit Letter M, 880' FSL and 330' FWL, Section 20, T-26-S, R-32-E, NMPM, Lea County, New Mexico.

This request has already been approved by NMOCD Commingling Order CTB-432.

Also requested is off lease measurement of Casinghead gas at meter run located at tank batter of Conoco Federal Lease, Unit Letter I, Section 19, T-26-S, R-32-E, Lea County, New Mexico. AND the off lease measurement of oil at tank battery located on the Conoco B Federal located in Unit Letter M, 880' FSL and 330' FWL, Section 20, T-26-S, R-32-E, NMPM, Lea County, New Mexico. The oil production will be allocated by well tests (each lease has only one well).

This will be the most cost-effective way to keep these three marginal wells in production.

14. I hereby certify that the foregoing is true and correct

Signed Quanita J. Michaelis

Title Agent

Date 11/24/99

(This space for Federal or State office use)

Approved by [Signature]

Title \_\_\_\_\_

Date NOV 30 1999

Conditions of approval, if any:

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

\*See Instruction on Reverse Side

GWW

ROSEMELL, NM

NOV 26 99

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