

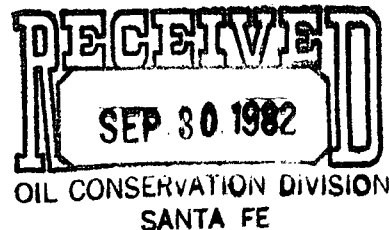
Union Texas Petroleum

P.O. Box 808
Farmington, N.M. 87401

MC- 2712

September 9, 1982

State of New Mexico
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501



Attention: Mr. Joe Ramey

Dear Mr. Ramey:

Union Texas Petroleum proposes to commingle production in the Dakota and Mesaverde formations in the Navajo Indian "B" #5-M well. This well is located 1745 feet from the North line and 870 feet from the West line of Section 30, Township 27 North, Range 8 West, N.M.P.M., San Juan County, New Mexico.

The Navajo Indian "B" #5-M was drilled and dually completed in the Dakota and Mesaverde formations in August 27, 1980. The gas produced from the Dakota and Mesaverde formations were first delivered to the El Paso Natural Gas Gathering on November 11, 1981 and December 23, 1981, respectively. MC #

Union Texas Petroleum has a 100% working interest and an 87.5% revenue interest in both zones. The Dakota in the Navajo Indian "B" #5-M well is currently producing 184 MCF/D, 3 BOPD and 1 BWPD. The Mesaverde in the Navajo Indian #5-M is currently logged off. Historically, the Mesaverde in the Navajo Indian "B" #5-M produces 1 - 5 BOPD with little gas. Unloading fluids on the Mesaverde side of the Navajo Indian "B" #5-M well is a constant problem because of the low gas-oil ratio produced.

The Dakota and Mesaverde in the Navajo Indian "B" #5-M are produced through dual strings of 2-1/16" tubing inside a 5-1/2" casing string (well diagram is attached). A pumping unit is needed to restore production in the Navajo Indian "B" #5-M Mesaverde; however, the present mechanical set-up would not be favorable for such a unit. This past summer, it cost Union Texas Petroleum \$500,000 to fish the rods and

Mr. Joe Ramey

-2-

9/9/82

pump out of our Zachry #15-E well which had a similar mechanical set-up as the Navajo Indian "B" #5-M.

Therefore, Union Texas Petroleum proposes to replace the dual strings of 2-1/16" tubing with a single string of 2-3/8" tubing and commingle production from the Dakota and Mesaverde formations.

Attached is the necessary information you have requested for reviewing downhole commingling. Your approval in this matter will be greatly appreciated.

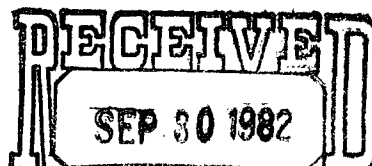
UNION TEXAS PETROLEUM



Rudy D. Motto
Field Operations Manager

BTW:dlb

attachments

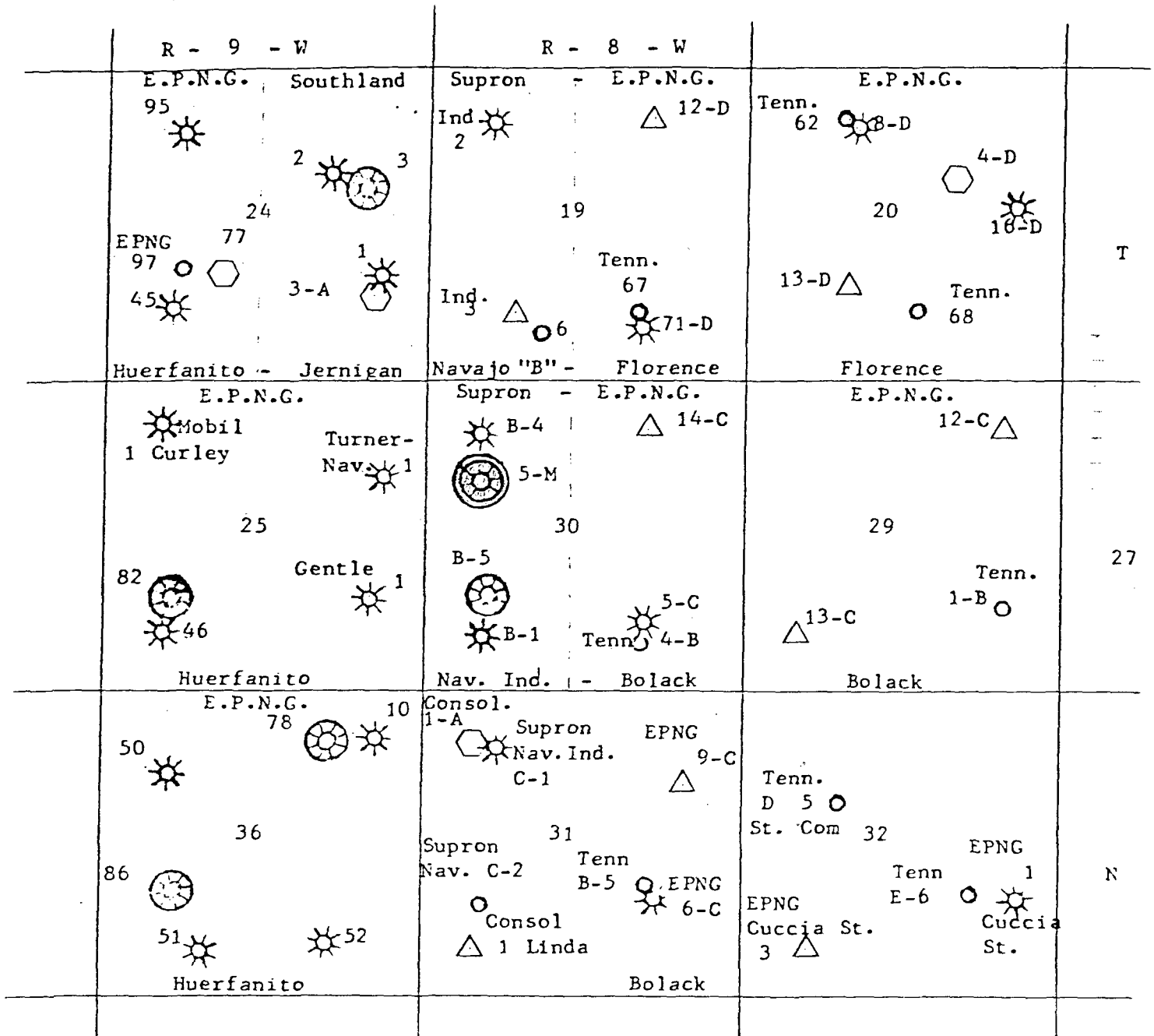


OIL CONSERVATION DIVISION
SANTA FE

SUPRON ENERGY CORPORATION

WELL: NAVAJO INDIAN "B" NO. 5-M

LOCATION: 1745 Feet from the North line and 870 feet from the West line of Section 30, Township 27 North, Range 8 West, N.M.P.M., San Juan County, New Mexico.



Proposed Dual Basin Dakota and Blanco Mesaverde



Dakota



Mesaverde - Dakota



Pictured Cliffs



Mesaverde



Pictured Cliffs - Mesaverde

**NEW MEXICO OIL CONSERVATION COMMISSION
GAS - OIL RATIO TESTS**

C-116
Revised 1-1-65

Operator		Pool		County	
Union Texas Petroleum		Mesaverde		San Juan	
Address P. O. Box 808, Farmington, New Mexico 87401				TYPE OF TEST - (X)	
LEASE NAME Navajo Indian "B"		WELL NO.		DATE OF TEST	
		LOCATION U S T R		STATUS	
		30 27 8		CHOKE SIZE	
		5-M		TBG. PRESS.	
				DAILY ALLOW-ABLE	
				LOGGED OFF	
				LENGTH OF TEST HOURS	
				WATER BBL.S.	
				GRAV. OIL BBL.S.	
				GAS M.C.F.	
				GAS - OIL RATIO CU.FT./BBL.	

**RECEIVED
SEP 30 1982
OIL CONSERVATION DIVISION
SANTA FE**

No well will be assigned an allowable greater than the amount of oil produced on the official test.
During gas-oil ratio test, each well shall be produced at a rate not exceeding the top unit allowable for the pool in which well is located by more than 25 percent. Operator is encouraged to take advantage of this 25 percent tolerance in order that well can be assigned increased allowables when authorized by the Commission.
Gas volumes must be reported in MCF measured at a pressure base of 15.025 psia and a temperature of 60° F. Specific gravity base will be 0.60.
Report casing pressure in lieu of tubing pressure for any well producing through casing.
Mail original and one copy of this report to the district office of the New Mexico Oil Conservation Commission in accordance with Rule 301 and appropriate pool rules.

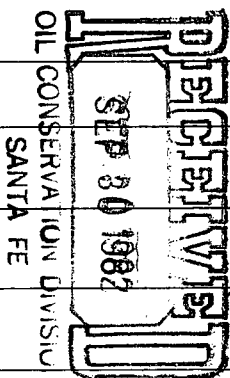
I hereby certify that the above information is true and complete to the best of my knowledge and belief.

John C. Butler (Signature)
Production Foreman (Title)
9-4-82 (Date)

NEW MEXICO OIL CONSERVATION COMMISSION
GAS-OIL RATIO TESTS

C-116
Revised 1-1-65

Operator Union Texas Petroleum		Pool Dakota		County San Juan	
Address P. O. Box 808, Farmington, New Mexico 87401				TYPE OF TEST - (X)	Scheduled <input checked="" type="checkbox"/> Special <input type="checkbox"/>
LEASE NAME Navajo Indian "B"	WELL NO. 5-M	LOCATION U S T R 30 27-N 8-W		DATE OF TEST 9-1 to 9-2-82	STATUS F
		CHOKE SIZE .750	TBG. PRESS. 310	DAILY ALLOW-ABLE <input checked="" type="checkbox"/>	LENGTH OF TEST HOURS 24
		PROD. DURING TEST WATER BBLs. GRAV. OIL BBLs. GAS M.C.F. M.C.F.		GAS - OIL RATIO CU.FT./BBL.	
		1 58° 3.34 184		55000	



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Gas volumes must be reported in MCF measured at a pressure base of 15.025 psia and a temperature of 60° F. Specific gravity base will be 0.60.

Report casing pressure in lieu of tubing pressure for any well producing through casing.

Mail original and one copy of this report to the district office of the New Mexico Oil Conservation Commission in accordance with Rule 301 and appropriate pool rules.

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

Arthur C. Pickett
(Signature)
Production Supervisor
(Title)
9-4-82
(Date)

YEAR & MO.	MONTHLY ALLOW. GAS	MONTHLY PROD. GAS	MONTHLY ALLOW. OIL	MONTHLY OIL PROD. RUNS-OIL	DAYS PROD.	CUMUL. PROD. GAS	CUMUL. PROD. OIL	LIFE. CUMUL. PROD. GAS	LIFE CUMUL. PROD. OIL
1980									
TOTAL									
BAL.									
FWD.									
1981									
JAN.									
FEB.									
MAR.									
APR.									
MAY									
JUNE									
JULY									
AUG.									
SEP.									
OCT.									
NOV.									
DEC.		44			1				
TOTAL									
BAL.									
FWD.									
1982									
JAN.		38			30				
FEB.		67			1				
MAR.		41			4				
APR.		0			0				
MAY		0		222	0				
JUNE		0			0				
JULY									
AUG.									
SEP.									
OCT.									
NOV.									
DEC.									
TOTAL									

WELL NAME Navajo Indian "B" #5-M (Dual) SEC. 30 TWN. 27-N RGE. 8-W CTY. San Juan POOL Blanco Mv.

YEAR & NO.	MONTHLY ALLOW. GAS	MONTHLY PROD. GAS	MONTHLY ALLOW. OIL	MONTHLY OIL PROD. RUNS-OIL	DAYS PROD.	CUMUL. PROD. GAS	CUMUL. PROD. OIL	LIFE. CUMUL. PROD. GAS	LIFE CUMUL. PROD. OIL
1980 TOTAL									
BAL. FWD.									
1981 JAN.									
FEB.									
MAR.		1st Delivery 11-11-81							
APR.									
MAY									
JUNE									
JULY									
AUG.									
SEP.									
OCT.									
NOV.		2851		458	3				
DEC.		5616		239	19				
TOTAL		8467		697	22			8467	697
BAL. FWD.									
1982 JAN.		5319		227	18				
FEB.		5257		225	25				
MAR.		4219		218	31				
APR.		3633		232	30				
MAY		2987			24				
JUNE		3654		231	30				
JULY									
AUG.									
SEP.									
OCT.									
NOV.									
DEC.									
TOTAL									

WELL NAME _____ SEC. _____ TWN. _____ RGE. _____ CTY. _____ POOL _____
 Navajo Indian "B" #5-M (Dual) 30 27-N 8-W San Juan Basin Dakota

NAVAJO "B" #5-M
 Sec. 30, T-27N, R-8W
 San Juan County, New Mexico

Current prices for the gas and oil produced from the Navajo Indian "B" #5-M well are as follows:

Dakota gas:	\$ 3.55/MCF
Mesaverde gas:	\$ 3.55/MCF
Dakota oil:	\$ 34.00/BBL
Mesaverde oil:	\$ 34.00/BBL

There is little production history for the Navajo Indian "B" #5-M because it was recently completed in the Dakota and Mesaverde formations. Estimated reserves for the Dakota and Mesaverde formations in the Navajo Indian "B" #5-M are 600 MMCF, 10 MBO and 350 MMCF, 4 MBO, respectively. These reserve figures were used to determine the production allocation of each zone. The production allocation of each zone is as follows:

RESERVE FIGURES FOR NAVAJO INDIAN "B" #5-M

	GAS (MMCF)	OIL (MBO)
Dakota	600	10
Mesaverde	350	4
	<hr/>	<hr/>
TOTAL	950	14

	<u>GAS ALLOCATION</u>	<u>OIL ALLOCATION</u>
Dakota	$\frac{600 \text{ MMCF}}{950 \text{ MMCF}} = 65\%$	$\frac{10 \text{ MBO}}{14 \text{ MBO}} = 70\%$
Mesaverde	$\frac{350 \text{ MMCF}}{950 \text{ MMCF}} = 35\%$	$\frac{4 \text{ MBO}}{14 \text{ MBO}} = 30\%$

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

SUBMIT IN DUPLICATE*

(See other instructions on reverse side)

Form approved.
Budget Bureau No. 42-R355.5.

WELL COMPLETION OR RECOMPLETION REPORT AND LOG *

1a. TYPE OF WELL: OIL WELL <input type="checkbox"/> GAS WELL <input checked="" type="checkbox"/> DRY <input type="checkbox"/> Other _____				5. LEASE DESIGNATION AND SERIAL NO. I - 149 - IND. 8468	
b. TYPE OF COMPLETION: NEW WELL <input checked="" type="checkbox"/> WORK OVER <input type="checkbox"/> DEEP-EN <input type="checkbox"/> PLUG BACK <input type="checkbox"/> DIFF. RESVR. <input type="checkbox"/> Other _____				6. IF INDIAN, ALLOTTEE OR TRIBE NAME Navajo Indian	
2. NAME OF OPERATOR Supron Energy Corporation				7. UNIT AGREEMENT NAME	
3. ADDRESS OF OPERATOR P.O. Box 808, Farmington, New Mexico 87401				8. FARM OR LEASE NAME Navajo Indian "B"	
4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements) At surface 1745 Ft./N; 870 Ft./W line At top prod. interval reported below Same as above At total depth Same as above				9. WELL NO. 5-M	
14. PERMIT NO. _____ DATE ISSUED _____				10. FIELD AND POOL, OR WILDCAT Blanco Mesaverde	
15. DATE SPUDDED 1/2/80				11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA Sec. 30, T-27N, R-8W N.M.P.M.	
16. DATE T.D. REACHED 1/17/80				12. COUNTY OR PARISH San Juan	
17. DATE COMPL. (Ready to prod.) 8/27/80				13. STATE New Mexico	
18. ELEVATIONS (DF, RKB, RT, GR, ETC.)* 6074 R.K.B.				19. ELEV. CASINGHEAD 6063	
20. TOTAL DEPTH, MD & TVD 6720 MD & TVD		21. PLUG, BACK T.D., MD & TVD 6615 MD & TVD		22. IF MULTIPLE COMPL., HOW MANY* 2	
23. INTERVALS DRILLED BY 6720				24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD) 4289 - 4580 Point Lookout MD & TVD	
25. WAS DIRECTIONAL SURVEY MADE No				26. TYPE ELECTRIC AND OTHER LOGS RUN Induction Electric and Compensated Neutron Density	
27. WAS WELL CORED No					
28. CASING RECORD (Report all strings set in well)					
CASING SIZE		WEIGHT, LB./FT.		DEPTH SET (MD)	
8-5/8"		20.00		256	
5-1/2"		15.50		6720	
HOLE SIZE		CEMENTING RECORD		AMOUNT PULLED	
12-1/4"		150 Sacks			
7-7/8"		900 Sacks (3 Stages)			
29. LINER RECORD					
SIZE		TOP (MD)		BOTTOM (MD)	
2-1/16" IJ		4520		6321	
30. TUBING RECORD					
SIZE		DEPTH SET (MD)		PACKER SET (MD)	
2-1/16" IJ		4520		6321	
31. PERFORATION RECORD (Interval, size and number)					
1 - 0.42" hole at each of the following depths: 4289, 4294, 4302, 4304, 4307, 4311, 4325, 4333, 4335, 4337, 4339, 4343, 4353, 4356, 4359, 4363, 4378, 4379, 4382, 4385, 4399, 4401, 4405, 4408, 4411, 4464, 4466, 4575, 4578, 4580. (30 Holes)					
32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.					
DEPTH INTERVAL (MD)		AMOUNT AND KIND OF MATERIAL USED			
4289 - 4580		2000 gal. 15% HCL, 90,000 lb. 20-40 sand, & 120,000 gal. 1% KCL water.			
33. PRODUCTION					
DATE FIRST PRODUCTION		PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump)			WELL STATUS (Producing or shut-in)
		Flowing			Shut-In
DATE OF TEST		HOURS TESTED		CHOKE SIZE	
8/27/80		3		3/4"	
PROD'N. FOR TEST PERIOD		OIL—BBL.		GAS—MCF.	
				43	
FLOW. TUBING PRESS.		CASING PRESSURE		CALCULATED 24-HOUR RATE	
18		309			
OIL—BBL.		GAS—MCF.		WATER—BBL.	
		347			
34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.) Vented					
35. LIST OF ATTACHMENTS					
36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records					

Original signed by
SIGNED Kenneth E. Roddy

TITLE Production Superintendent

DATE October 8, 1980

*(See Instructions and Spaces for Additional Data on Reverse Side)

FARMINGTON DISTRICT

BY

OPERATOR

General: This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal agency or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office. See instructions on Items 22 and 24, and 33, below regarding separate reports for separate completions.

If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments should be listed on this form, see Item 35.

Item 4: If there are no applicable State requirements, locations on Federal or Indian land should be described in accordance with Federal requirements. Consult local State or Federal office for specific instructions.

Item 18: Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

Items 22 and 24: If this well is completed for separate production from more than one interval zone (multiple completion), so state in Item 22, and in Item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) (if any) for only the interval reported in Item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data, pertinent to such interval.

Item 29: "Sacks Cement": Attached supplemental records for this well should show the details of any multiple-stage cementing and the location of the cementing tool.

Item 33: Submit a separate completion report on this form for each interval to be separately produced. (See instruction for Items 22 and 24 above.)

U.S. GOVERNMENT PRINTING OFFICE: 1963-O-683636

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

SUBMIT IN DUPLICATE

(See other instructions on reverse side)

Form approved.
Budget Bureau No. 42-R355.5.

WELL COMPLETION OR RECOMPLETION REPORT AND LOG *

1a. TYPE OF WELL: OIL WELL ☐ GAS WELL ☒ DRY ☐ Other _____

b. TYPE OF COMPLETION: NEW WELL ☒ WORK OVER ☐ DEEP-EN ☐ PLUG BACK ☐ DIFF. RESV. ☐ Other _____

2. NAME OF OPERATOR
Supron Energy Corporation

3. ADDRESS OF OPERATOR
P.O. Box 808, Farmington, New Mexico 87401

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements)*
At surface 1745 Ft./N; 870 Ft./W line
At top prod. interval reported below Same as above
At total depth Same as above

14. PERMIT NO. _____ DATE ISSUED _____

5. LEASE DESIGNATION AND SERIAL NO.
I - 149 - IND. 8468

6. INDIAN, ALLOTTEE OR TRIBE NAME
Navajo Indian

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME
Navajo Indian "B"

9. WELL NO.
5-M

10. FIELD AND POOL, OR WILDCAT
Basin Dakota

11. SEC., T., R., M., OR BLOCK AND SURVEY OR AREA
Sec. 30, T-27N, R-8W
N.M.P.M.

12. COUNTY OR PARISH
San Juan

13. STATE
New Mexico

15. DATE SPUDDED 1/2/80 16. DATE T.D. REACHED 1/17/80 17. DATE COMPL. (Ready to prod.) 8/27/80 18. ELEVATIONS (DF, REB, RT, GR, ETC.)* 6074 R.K.B. 19. ELEV. CASINGHEAD 6063

20. TOTAL DEPTH, MD & TVD 6720 MD & TVD 21. PLUG, BACK T.D., MD & TVD 6615 MD & TVD 22. IF MULTIPLE COMPL., HOW MANY* 2 23. INTERVALS DRILLED BY 6720

24. PRODUCING INTERVAL(S), OF THIS COMPLETION—TOP, BOTTOM, NAME (MD AND TVD)
6381 - 6609 Dakota MD & TVD

25. WAS DIRECTIONAL SURVEY MADE
No

26. TYPE ELECTRIC AND OTHER LOGS RUN
Induction Electric and Compensated Neutron Density

27. WAS WELL CORED
No

28. CASING RECORD (Report all strings set in well)

CASING SIZE	WEIGHT, LB./FT.	DEPTH SET (MD)	HOLE SIZE	AMOUNT PULLED
8-5/8"	20.00	256	12-1/4"	150 Sacks
5-1/2"	15.50	6720	7-7/8"	900 Sacks (3 Stages)

29. LINER RECORD

SIZE	TOP (MD)	BOTTOM (MD)	SACKS CEMENT*	SCREEN (MD)

30. TUBING RECORD

SIZE	DEPTH SET (MD)	PACKER SET (MD)
2-1/16" IJ	6321	6321

31. PERFORATION RECORD (Interval, size and number)
1 - 0.42" hole at each of the following depths:
6381, 6382, 6439, 6442, 6444, 6446, 6459,
6507, 6509, 6516, 6518, 6520, 6529, 6531,
6545, 6547, 6590, 6591, 6592, 6594, 6608,
6609. (Total of 22 shots)

32. ACID, SHOT, FRACTURE, CEMENT SQUEEZE, ETC.

DEPTH INTERVAL (MD)	AMOUNT AND KIND OF MATERIAL USED
6381 - 6609	2500 gal. 15% HCL, 30 lb. X-linked gel w/1#, 2#, 3# 20-40 sand per gal, & 2% KCL water

33. PRODUCTION

DATE FIRST PRODUCTION _____ PRODUCTION METHOD (Flowing, gas lift, pumping—size and type of pump) _____ WELL STATUS (Producing or shut-in) _____

Flowing Shut-In

DATE OF TEST	HOURS TESTED	CHOKE SIZE	PROD'N. FOR TEST PERIOD	OIL—BBL.	GAS—MCF.	WATER—BBL.	GAS-OIL RATIO
8/20/80	3	3/4"	→		161		

FLOW. TUBING PRESS.	CASING PRESSURE	CALCULATED 24-HOUR RATE	OIL—BBL.	GAS—MCF.	WATER—BBL.	OIL GRAVITY-API (CORR.)
100	---	→		1289		

34. DISPOSITION OF GAS (Sold, used for fuel, vented, etc.)
Vented

TEST WITNESSED BY
John Rector

35. LIST OF ATTACHMENTS

36. I hereby certify that the foregoing and attached information is complete and correct as determined from all available records.

SIGNED _____

Kenneth E. Roddy

TITLE Production Superintendent

DATE Oct. 8, 1980

*(See Instructions and Spaces for Additional Data on Reverse Side)

OPERATOR

BY

FARMINGTON DISTRICT

INSTRUCTIONS

General: This form is designed for submitting a complete and correct well completion report and log on all types of lands and leases to either a Federal agency or a State agency, or both, pursuant to applicable Federal and/or State laws and regulations. Any necessary special instructions concerning the use of this form and the number of copies to be submitted, particularly with regard to local, area, or regional procedures and practices, either are shown below or will be issued by, or may be obtained from, the local Federal and/or State office. See instructions on items 22 and 24, and 33, below regarding separate reports for separate completions.

If not filed prior to the time this summary record is submitted, copies of all currently available logs (drillers, geologists, sample and core analysis, all types electric, etc.), formation and pressure tests, and directional surveys, should be attached hereto, to the extent required by applicable Federal and/or State laws and regulations. All attachments should be listed on this form, see item 35.

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Item 18: Indicate which elevation is used as reference (where not otherwise shown) for depth measurements given in other spaces on this form and in any attachments.

Items 22 and 24: If this well is completed for separate production from more than one interval zone (multiple completion), so state in item 22, and in item 24 show the producing interval, or intervals, top(s), bottom(s) and name(s) (if any) for only the interval reported in item 33. Submit a separate report (page) on this form, adequately identified, for each additional interval to be separately produced, showing the additional data pertinent to such interval.

Item 29: "Sacks Cement": Attached supplemental records for this well should show the details of any multiple stage cementing and the location of the cementing tool.

Item 33: Submit a separate completion report on this form for each interval to be separately produced. (See instruction for items 22 and 24 above.)

37. SUMMARY OF POROUS ZONES: SHOW ALL IMPORTANT ZONES OF POROSITY AND CONTENTS THEREOF; CORPD INTERVALS; AND ALL DRILL-STEM TESTS, INCLUDING DEPTH INTERVAL TESTED, CUSHION USED, TIME TOOL OPEN, FLOWING AND SHUT-IN PRESSURES, AND RECOVERIES				38. GEOLOGIC MARKERS		
FORMATION	TOP	BOTTOM	DESCRIPTION, CONTENTS, ETC.	NAME	MEAS. DEPTH	TRUE TEST. DEPTH
				Base Ojo Alamo	1284	
				Pictured Cliffs	2008	
				Cliff House	3574	
				Point Lookout	4286	
				Gallup	5475	
				Base Greenhorn	6330	
				Dakota	6370	

TEMPERATURE ★

Wilson Service Co.

★ SURVEYS ★ ★

P. O. BOX 1619 • FARMINGTON, NEW MEXICO 87401 • PHONE: (505) 327-2575

Pressure Survey

COMPANY Union Texas Petroleum	LEASE Navajo Indian "B"	WELL 5-M
FIELD Basin Dakota	LOCATION Sec 30, T-27N, R-8W	
COUNTY San Juan	STATE New Mexico	DATE 8-30-82
SHOT-IN 8-23-82	ELEVATION	DATUM
ZERO POINT KB	TBG. PRESSURE	CASING PRESSURE
TBG. DEPTH 6321'	CASING SET 6720'	P.B.T.D. 6678'
PACKER SET 6321	CASING PERF. 6381 - 6609	MAX. TEMP.
FLUID LEVEL None Noted		

DEPTH

PRESSURE

GRADIENT

Lube	705#	0.00
1000	724#	0.02
3000	769#	0.02
4500	803#	0.02
5500	825#	0.02
6000	833#	0.02
6300	836#	0.02
6500	840#	0.02

TEMPERATURE ★

Wilson Service Co.

★ SURVEYS ★ ★

P. O. BOX 1619 • FARMINGTON, NEW MEXICO 87401 • PHONE: (505) 327-2575

Pressure Survey

COMPANY... Union Texas Petroleum... LEASE... Navajo Indian "B"... WELL... 5-M
FIELD... Blanco Mesa Verde... LOCATION... Sec. 30, T-27N, R-8W
COUNTY... San Juan... STATE... New Mexico... DATE... 8-18-82
SHUT-IN... 8-9-82... ELEVATION... DATUM...
ZERO POINT... KB... TBG. PRESSURE... CASING PRESSURE...
TBG. DEPTH... 4520'... CASING SET... 6720... P.B.T.D. ... 6678
PACKER SET... 6321... CASING PERF. 4289 - 4580... MAX. TEMP. ...
FLUID LEVEL... 4250' + or =

DEPTH

PRESSURE

GRADIENT

Lube	812#	0.00
1000	826#	0.01
3000	875#	0.02
4000	914#	0.04
4250	920#	0.02
4500	975#	0.20

NOWSCO SERVICES

P.O. Box 1079 • Farmington, NM 87401 • Phone 505-327-4911

August 19, 1982

UNION TEXAS PETROLEUM
4001 Bloomfield Hwy.
P. O. Box 808
Farmington, NM 87401

Attention: Brad Wall

Dear Sir:

The following is NOWSCO Services water analysis with laboratory testing for compatability with the produced oil.

WELL: #B-5

LEASE: Navajo Indian

Formation	Dakota
API Gravity	65° @ 70°F
Pour Point	less than -120°F
Flash point	less than -120°F

Formation	Mesa Verde
API Gravity	52° @ 70°F
Pour Point	+20°F
Flash Point	+8°F

WELL: #B-5M

LEASE: Navajo Indian

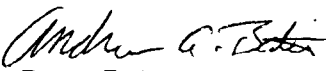
Formation	Dakota
API Gravity	58°F @ 70°F
Pour Point	less than -120°F
Flash point	less than -120°F

Formation	Mesa Verde
API Gravity	46° @ 70°F
Pour Point	+20°F
Flash Point	+10°F

Produced oil samples from each well showed complete compatability even with the combined produced water.

Brad, we appreciate the opportunity to work with Union Texas Petroleum on this project and hope that this aid in your requirements for comingling these wells.

Respectfully,


Drew Bates
District Engineer

API WATER ANALYSIS REPORT FORM

DATE <u>8-13-82</u>	TYPE SAMPLE <u>Produced Fluid</u>
COMPANY <u>Union Texas Petroleum</u>	DEPTH _____
SAMPLE NO #1 _____	FORMATION <u>Dakota</u>
DATE SAMPLED <u>8-12-82</u>	WELL NO. <u>B-5-M</u>
FIELD <u>Basin Dakota</u>	LEASE <u>Navajo Indian</u>
COUNTY OR PARISH _____	SAMPLED BY <u>Brad Wall</u>
STATE <u>New Mexico</u>	REPORT BY <u>Joe Schulte</u>

DISSOLVED SOLIDS

Cations	mg/l	me/l	x	Valence	=	Product
Sodium, Na & K	<u>6744</u>	_____		1		_____
Calcium, Ca	<u>260</u>	_____		2		_____
Magnesium, Mg	<u>48.6</u>	_____		2		_____
Barium, Ba	_____	_____				_____
TOTAL	7052.6	_____				_____

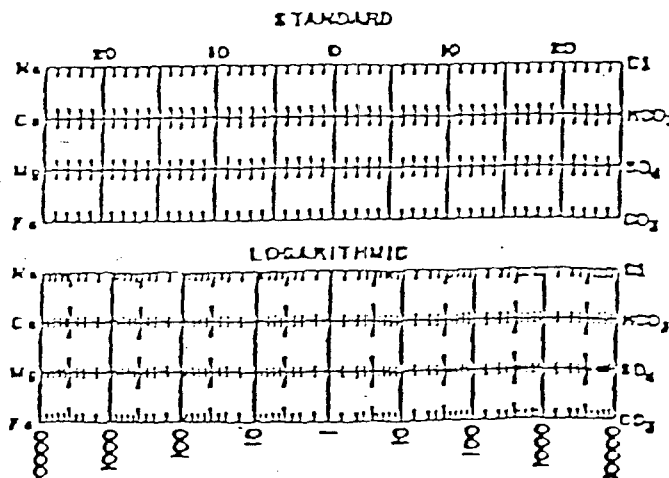
Anions						
Chloride, Cl	<u>8540</u>	_____		1		_____
Sulfate, SO ₄	<u>3000</u>	_____		2		_____
Bicarbonate, HCO ₃	<u>354</u>	_____		1		_____
Carbonate, CO ₃	<u>36</u>	_____		-		_____
TOTAL	11930	_____				_____

Total Hardness = 85
 Total Dissolved Solids (calc.) 18983

Iron, Fe (total) .5 PPM
 Sulfide, as H₂S None
 Specific Gravity @ 1.011
 pH @ Temp. 6.75 @ 75°F
 Resistivity _____
 BHT °F _____

Remarks: The API gravity was found to be 59°

WATER PATTERNS — mg/l



P.O. box 1079 • Farmington, NM 87401 • Phone 505-327-4911

API WATER ANALYSIS REPORT FORM

Date August 19, 1982
Company Union Texas Petroleum
Sample No. _____
Date Sampled 8-15-82
Field Navajo Indian
County or Parish Rio Arriba
State New Mexico

Type Sample water
Depth _____
Formation Dakota
Well No. B 5 M
Lease Navajo Indian
Sampled By Rudy Motto
Report By Drew Bates

DISSOLVED SOLIDS

<u>Cations</u>	<u>mg/l</u>	<u>me/l</u>	<u>x</u>	<u>Valence</u>	<u>= Product</u>
Sodium, Na+K	5600			1	
Calcium, Ca	226.5			2	
Magnesium, Mg	59.3			2	
Barium, Ba	0				
TOTAL	5885.7				

Anions			
Chloride, Cl	8619	1	
Sulfate, SO ₄	500	2	
Carbonate, CO ₃	12	-	
Bicarbonate HCO ₃	354	1	
TOTAL	9485		

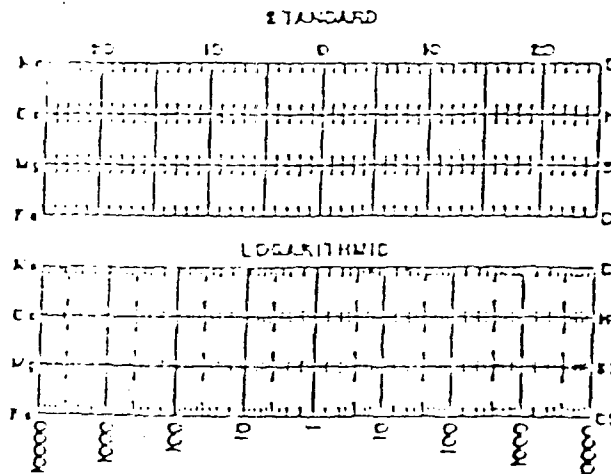
Total Dissolved Solids (calc.) 15,370

Iron, Fe (total)	.2
Sulfide, as FeS	0

pH @ Temp 7.4 @ 70°F
Resistivity _____
pH °F _____

Prepared by: _____

WATER PATTEENS - 22/1



NOWSCO SERVICES

P.O. Box 1079 • Farmington, NM 87401 • Phone 505-327-4911

API WATER ANALYSIS REPORT FORM

DATE <u>8-13-82</u>	TYPE SAMPLE <u>Produced Fluid</u>
COMPANY <u>Union Texas Petroleum</u>	DEPTH _____
SAMPLE NO. # <u>1</u>	FORMATION <u>Mesa Verde</u>
DATE SAMPLED <u>8-12-82</u>	WELL NO. <u>B-5-M</u>
FIELD <u>Basin Dakota</u>	LEASE <u>Navajo Indian</u>
COUNTY OR PARISH _____	SAMPLED BY <u>Brad Wall</u>
STATE <u>New Mexico</u>	REPORT BY <u>F.M. Platt</u>

DISSOLVED SOLIDS

Cations	mg/l	me/l	x	Valence	=	Product
Sodium, Na & K	<u>6211.15</u>	_____		1		_____
Calcium, Ca	<u>28.8</u>	_____		2		_____
Magnesium, Mg	<u>46.67</u>	_____		2		_____
Barium, Ba	<u>Unknown</u>	_____				_____
TOTAL	<u>6285.62</u>	_____				_____

Anions

Chloride, Cl	<u>9245.77</u>	_____		1		_____
Sulfate, SO ₄	<u>0</u>	_____		2		_____
Bicarbonate, HCO ₃	<u>896.2</u>	_____		1		_____
Carbonate, CO ₃	<u>0</u>	_____		-		_____
TOTAL	<u>10141.97</u>	_____				_____

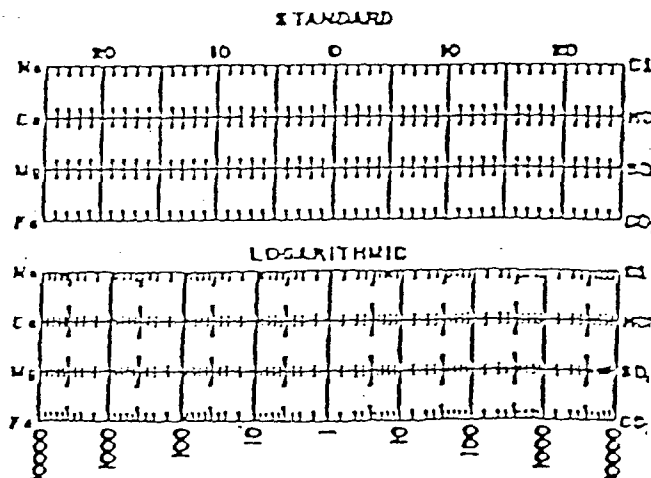
Total Hardness = 50
 Total Dissolved Solids (calc.) 16433.09

Iron, Fe (total) 4.5 PPM
 Sulfide, as H₂S None
 Specific Gravity @ 1.010 @ 76°F

pH @ Temp. 7.7 @ 76°F
 Resistivity _____
 BHT °F _____

Remarks: Oil sample from Mesa Verde was a high API (46°) gravity oil most likely condensate with a small oil cut

WATER PATTERNS — mg/l



NAVJO SERVICES

P.O. Box 1079 • Formington, NM 87401 • Phone 505-327-4911

API WATER ANALYSIS REPORT FORM

Date August 19, 1982
 Company Union Texas Petroleum
 Sample No. _____
 Date Sampled August 15, 1982
 Field Navajo Indian
 County or Parish Rio Arriba County
 State New Mexico

Type Sample water
 Depth _____
 Formation Mesa Verde
 Well No. #B5M
 Lease Navajo Indian
 Sampled By Rudy Motto
 Report By Drew Bates

DISSOLVED SOLIDS

Cations	PPM	me/l	x	Valence	=	Product
Sodium, Na+K	5647			1		
Calcium, Ca	81.6			2		
Magnesium, Mg	37.9			2		
Barium, Ba	0					
TOTAL	5762.5					

Anions	PPM	me/l	x	Valence	=	Product
Chloride, Cl	8501			1		
Sulfate, SO ₄	0			2		
Carbonate, CO ₃	0			-		
Bicarbonate, HCO ₃	793			1		
TOTAL	9294					

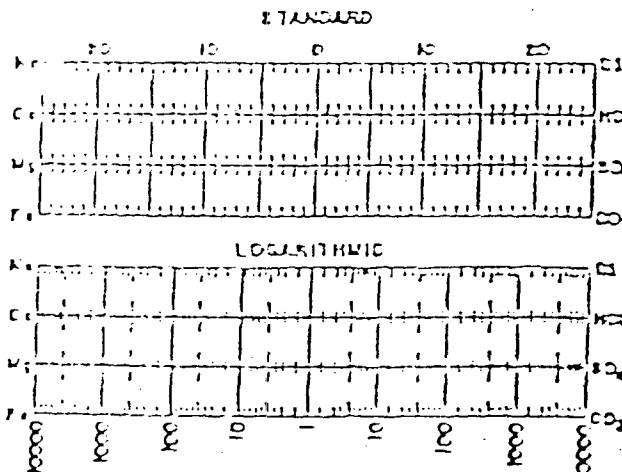
Total Dissolved Solids (calc.) 15,060
 TOTAL HARDNESS = 3C

Iron, Fe (total) .1 PPM
 Sulfide, as H₂S 0

pH Temp 7.35 @ 70°F
 Resistivity _____
 BHT °F _____

Remarks: _____

WATER PATTEENS — me/l



Union Texas Petroleum

P.O. Box 808
Farmington, N.M. 87401

September 9, 1982

Southland Royalty Company
P. O. Drawer 570
Farmington, New Mexico 87401

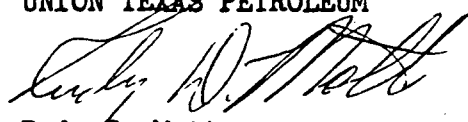
Gentlemen:

Union Texas Petroleum proposes to commingle production in the Dakota and Mesaverde formations in the Navajo Indian "B" #5-M well located 1745 feet from the North line and 870 feet from the West line of Section 30, Township 27 North, Range 8 West, N.M.P.M., San Juan County, New Mexico.

Our records indicate that you are the owner and operator of acreage which adjoins this drilling block. If you have no objections to this proposed commingling, we would appreciate your signing the attached two (2) copies of this letter and returning same to this office.

Your prompt consideration of this will be greatly appreciated.

UNION TEXAS PETROLEUM


Rudy D. Motto
Field Operations Manager

RDM:dlb

This above proposed commingling
is hereby approved.

BY: _____

TITLE: _____

DATE: _____

Union Texas Petroleum

P.O. Box 808
Farmington, N.M. 87401

September 9, 1982

Consolidated Oil & Gas Company
Lincoln Tower Building
1860 Lincoln Street
Denver, Colorado 80203

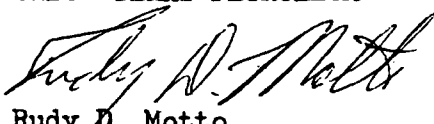
Gentlemen:

Union Texas Petroleum proposes to commingle production in the Dakota and Mesaverde formations in the Navajo Indian "B" #5-M well located 1745 feet from the North line and 870 feet from the West line of Section 30, Township 27 North, Range 8 West, N.M.P.M., San Juan County, New Mexico.

Our records indicate that you are the owner and operator of acreage which adjoins this drilling block. If you have no objections to this proposed commingling, we would appreciate your signing the attached two (2) copies of this letter and returning same to this office.

Your prompt consideration of this will be greatly appreciated.

UNION TEXAS PETROLEUM



Rudy D. Motto
Field Operations Manager

RDM:dlb

This above proposed commingling
is hereby approved.

BY: _____

TITLE: _____

DATE: _____

**Union Texas
Petroleum**

P.O. Box 808
Farmington, N.M. 87401

September 9, 1982

El Paso Exploration
P. O. Box 289
Farmington, New Mexico 87401

Gentlemen:

Union Texas Petroleum proposes to commingle production in the Dakota and Mesaverde formations in the Navajo Indian "B" #5-M well located 1745 feet from the North line and 870 feet from the West line of Section 30, Township 27 North, Range 8 West, N.M.P.M., San Juan County, New Mexico.

Our records indicate that you are the owner and operator of acreage which adjoins this drilling block. If you have no objections to this proposed commingling, we would appreciate your signing the attached two (2) copies of this letter and returning same to this office.

Your prompt consideration of this will be greatly appreciated.

UNION TEXAS PETROLEUM



Rudy D. Motto
Field Operations Manager

RDM:dlb

This above proposed commingling
is hereby approved.

BY: _____

TITLE: _____

DATE: _____

(b) For Wells Involving a Gas Zone:

- (1) That the commingling is necessary to permit a zone or zones to be produced which would not otherwise be economically producible.
- (2) That there will be no crossflow between the zones to be commingled.
- (3) That any zone which is producing from fluid-sensitive sands, which may be subject to damage from water or other produced liquids, is protected from contact from such liquids produced from other zones in the well.
- (4) The fluids from each zone are compatible with the fluids from the other(s), and combining the fluids will not result in the formation of precipitates which might damage any of the reservoirs.
- (5) That ownership of the zones to be commingled is common (including working interest, royalty, and overriding royalty).
- (6) The bottom hole pressure of the lower pressure zone is not less than 50 percent of the bottom hole pressure of the higher pressure zone adjusted to a common datum.

2. To obtain approval for downhole commingling, the operator of the well shall submit the following in duplicate to the Division Director plus one copy to the appropriate District Office of the Division.

- (a) Name and address of the operator.
- (b) Lease name, well number, well location, name of the pools to be commingled.
- (c) A plat of the area showing the acreage dedicated to the well and the ownership of all offsetting leases.
- (d) A current (within 30 days) 24-hour productivity test on Division Form C-116 showing the amount of oil, gas, and water produced from each zone.
- (e) A production decline curve for both zones showing that for a period of at least one year a steady rate of decline has been established for each zone which will permit a reasonable allocation of the commingled production to each zone for statistical purposes. (This requirement may be dispensed with in the case of a newly completed or recently completed well which has little or no production history. However, a complete resume of the well's completion history including description of treating, testing, etc., of each zone, and a prognostication of future production from each zone shall be submitted.)
- (f) Estimated bottom-hole pressure for each artificially lifted zone. A current (within 30 days) measured bottom-hole pressure for each zone capable of flowing.
- (g) A description of the fluid characteristics of each zone showing that the fluids will not be incompatible in the well-bore.
- (h) A computation showing that the value of the commingled production will not be less than the sum of the values of the individual streams.
- (i) A formula for the allocation of production to each of the commingled zones and a description of the factors or data used in determining such formula.
- (j) A statement that all offset operators and, in the case of a well on Federal land, the United States Geological Survey, have been notified in writing of the proposed commingling.

3. The Division Director may approve the proposed downhole commingling in the absence of a valid objection within 20 days after the receipt of the application if, in his opinion, there is no disqualifying disparity of bottomhole pressures or other reservoir characteristics, waste will not result thereby, and correlative rights will not be violated. The 20-day waiting period may be dispensed with upon receipt of waivers of objection from all parties mentioned in Section 2, paragraph (j).

4. Upon such approval, the well shall be operated in accordance with the provisions of the administrative order which authorized the commingling, and allocation of the commingled production from the well to each of the producing zones shall be in accordance with the allocation formula set forth in the order. The production from a well with commingled oil zones shall be subject to the lower of the daily gas-oil ratio limitations applicable to the reservoirs. The production attributable to an oil zone commingled with a gas zone shall be subject to the daily gas-oil ratio limitation applicable to such oil zone or pool. Wells shall be tested on a commingled basis annually, except that a well penalized for a high gas-oil ratio shall be tested semi-annually.

5. The Division Director may rescind authority to commingle production in the well-bore and require both zones to be produced separately, if, in his opinion, waste or reservoir damage is resulting thereby or the efficiency of any secondary recovery project is being impaired, or if any change of conditions renders the installation no longer eligible for downhole commingling under the provisions of Section 1(a) or 1(b).

RULE 303. SEGREGATION OF PRODUCTION FROM POOLS

A. SEGREGATION REQUIRED

Each pool shall be produced as a single common source of supply and the wells therein shall be completed, cased, maintained, and operated so as to prevent communication, within the well-bore, with any other specific pool or horizon, and the production therefrom shall at all times be actually segregated, and the commingling or confusion of such production, before marketing, with the production from any other pool or pools is strictly prohibited.

B. SURFACE COMMINGLING

The Division Director shall have the authority to grant an exception to Rule 303-A to permit the commingling in common facilities of the commonly owned production from two or more common sources of supply, without notice and hearing, provided that the liquid hydrocarbon production from each common source of supply is to be accurately measured or determined prior to such commingling in accordance with the applicable provisions of the Division "Manual for the Installation and Operation of Commingling Facilities," then current.

Applications for administrative approval to commingle the production from two or more common sources of supply shall be filed in triplicate with the Santa Fe Office of the Division. The application must contain detailed data as to the gravities of the liquid hydrocarbons, the values thereof, and the volumes of the liquid hydrocarbons from each pool, as well as the expected gravity and value of the commingled liquid hydrocarbons production; a schematic diagram of the proposed installation; a plat showing the location of all wells on the applicant's lease and the pool from which each well is producing. The application shall also state specifically whether the actual commercial value of such commingled production will be less than the sum of the values of the production from each common source of supply and, if so, how much less.

Where State or Federal lands are involved, applicant shall furnish evidence that the Commissioner of Public Lands for the State of New Mexico or the Regional Supervisor of the United States Geological Survey has consented to the proposed commingling.

C. DOWNHOLE COMMINGLING

1. The Director of the Division shall have the authority to grant an exception to Rule 303-A to permit the commingling in the well-bore of oil-oil, gas-gas, or gas-oil zones in a well when the following facts exist and the following conditions are met:

(a) For wells involving oil zones:

- (1) The total combined daily oil production from oil zones before commingling (as determined in accordance with Section 2, paragraphs (d) and (e) below) does not exceed the following:

<u>Bottom perforation, lowermost pool</u>	<u>Bbls/day oil</u>
Less than 4,999 feet	20
5,000 feet to 5,999 feet	30
6,000 feet to 6,999 feet	40
7,000 feet to 7,999 feet	50
8,000 feet to 8,999 feet	60
9,000 feet to 9,999 feet	70
More than 10,000 feet	80

- (2) Oil zones require artificial lift, or, both zones are capable of flowing. (Special consideration may be given to an exception to this latter requirement in the case in which a particular well's characteristics may justify same; however, the commingled production must be artificially lifted if either zone required artificial lift prior to commingling.)
- (3) Neither zone produces more water than the combined oil limit as determined in paragraph (1) above.
- (4) The fluids from each zone are compatible with the fluids from the other, and combining the fluids will not result in the formation of precipitates which might damage either reservoir.
- (5) The total value of the crude will not be reduced by commingling.
- (6) Ownership of the zones to be commingled is common (including working interest, royalty, and overriding royalty).
- (7) The commingling will not jeopardize the efficiency of present or future secondary recovery operations in either of the zones to be commingled.

NAVAJO INDIAN "B" #5-M
Sec. 30, T27N, R8W

RECOMMENDED WORKOVER PROCEDURE

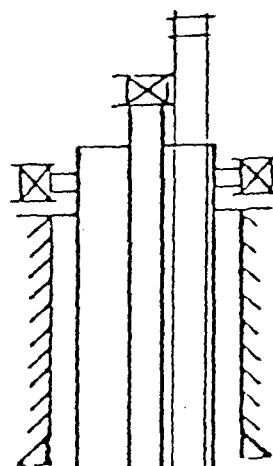
OBJECTIVE: To replace existing dual strings of 2-1/16" tubing with a single string of 2-3/8" tubing. Install 114 Cabot pumping unit.

DATUM: DF = 13' above G.L.

PROCEDURE:

1. M.I.R.U.
2. Kill well with 2% KCL water
3. Install and test B.O.P.
4. Pull Mesaverde production string of hole. Pull Dakota production string and Baker Lokset (Retrievable) Packer out of hole.
5. Run in with 3-1/2" bailer and clean fill to P.B.T.D. of 6615'.
6. Run in with 2-3/8" tubing and set at 6585'
7. Run in with rods, pump and seating nipple. Pump and seating nipple should be set at 6555'.
8. R.D.M.O.
9. Place on production.

Navajo Indian "B" No. 5-M
 1745 Ft./N; 870 Ft./W line
 Sec. 30, T-27N, R-8W
 San Juan County, New Mexico



8-5/8", 20.00# csg. set @ 256' R.K.B.
 Cemented w/150 sx. Circ. to surface

Mesaverde Perforations:
 30 holes 4289 - 4580

1.50" ID Seating nipple
 6 ft. perforated sub
 2-1/16" IJ tbg set @ 4520 ft. R.K.B.
 2 jts 2-1/16" tbg. for mud anchor

2-1/16" IJ, 3.25# tubing set in Pack
 at 6321 ft. R.K.B.

Sliding sleeve
 4 ft. tbg. sub
 1.43" ID Baker "F" Nipple

5-1/2" Baker Model Lokset Packer set
 at 6321 ft. R.K.B.

Dakota Perforations:
 22 holes 6381 - 6609

P.B.T.D. 6615

Float collar @ 6678 ft. R.K.B.
 5-1/2", 15.50#, K-55 csg. set @ 6700 ft. R.K.B.
 Cemented w/900 sacks in 3'



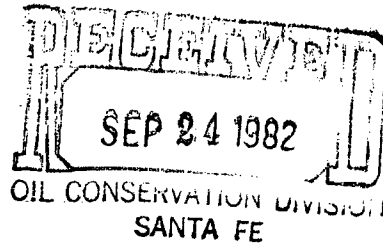
STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 9-20-82

RE: Proposed MC _____
Proposed DHC α _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____



Gentlemen:

I have examined the application dated 9-17-82
for the Union Texas Petroleum Navajo Indian Bth Sm E30-27N-8W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours truly,

Frank J. [Signature]



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

TONEY ANAYA
GOVERNOR

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

February 23, 1984

Union Texas Petroleum Corp.
P.O. Box 1290
Farmington, NM 87499

Re: Commingled Allocation
Navajo Indian B #5-M E-30-27N-8W

Gentlemen:

As per order DHC-381, the allocation of production to the commingled zones will be as follows:

	<u>Oil</u>	<u>Gas</u>
Mesaverde	37%	29%
Dakota	63%	71%

If you have any questions, please contact this office.

Sincerely,

Frank T. Chavez
District Supervisor

FTC/dj

cc: Santa Fe ✓

