DISTRICT (P.O. Bert 1980, Hobbs. NM 88240 DISTRICT II 811 Bourh Pirst St., Artegia. NM 88210

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

2040 S. Pachaco

Form C-107-A New 3-12-98

__ Administrative __Hearing

APPROVAL PROCESS:

DISTRICT III	Santa Fa. New Mexico 87808-6429 EXISTING WELLBORE APPLICATION FOR DOWNHOLE COMMINGLING YESNO							
Cross Timbers Operatin	g Company, 3000 N. Gar	field, Suite 175, Midla	and, Texas 79705					
Dewey	#2 Gre-5- Wait No. Unit C	-206-38E	Lea					
		· -	pacing Links Lesse Types: Echeck 1 or morel					
The following facts are submitted in support of downhole comminging:	Upper Zona	Intermediate Zones	Lower Zone					
1. Pool Name and Pool Code	Nadine Paddock Bline- bry, West (47400)		Nadine Drinkard, West (47505)					
Top and Bottom of Pay Section (Perforations)	5,974'-6,075'		6,907'-7,123'					
3. Type of production (Oil or Ges)	011		011					
Method of Production (Flowing or Artificial Lift)	Artificial Lift		÷					
5. Bottomhole Pressure Oil Zones - Artificial Lift: Gas & Oil - Flowing Estimated Current	. (Current) 1100 psig	ø. 	^{6.} 1800 psig					
Gas & Oil - Flowing: All Gaz Zones: Eatimated Or Measured Original	b. (Original)	b.	b.					
6. Oil Gravity (*API) or Ges 81U Content	36.5°		34.5°					
7. Producing or Shut-In?	Producing		New Zone					
Production Marginal? (yes or no)	Yes		Yes					
* If Shut-in, give date and oil/ges/ water rates of lest production	Date: Rates:	Dets: Retes;	Onte:					
Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data		7161631	Races:					
If Producing, give date andolf/gas/ water rates of recent test (within 60 days)	Date: 7-26-97 Rates: 8/9/23	Date: Autes:	Date: " Rules:					
Fixed Percentage Allocation Formula -% for each zone	Gai. 50% Gesi 36%	Oil: Gas: %	OR: 50 % Gea: 64 %					
Are all working, overriding, are if not, have all working, overs Have all offset operators been	id royalty interests identical in iding, and royalty interests bee given written notice of the pro	all commingled zones? en notified by certified mail? posed downhole commingling?	Yes No					
Will cross-flow occur? Y flowed production be recovered.	es x No if yes, are fluids one of the second section form	compatible, will the formations rule be reliable. Yes	not be damaged, will any cross- No (if No, attach explanation)					
 Are all produced fluids from al Will the value of production be 			Yes No					
4. If this well is on, or communit United States Bureau of Land		Yes X No (If Y.	es, attach explanation) Public Lands or the					
5. NMOCD Reference Cases for I	Rule 303(C) Exceptions:	ORDER NO(S)	res No					
* Data to support allo * Notification list of a * Notification list of w	e to be commingled showing in reach zone for at least one ve control method of formula, if offset operators, rorking, overriding, and royalty ments, data, or documents re	AVUI. NOT. BXAVIANIE _BITACH.AX	New Property Comments of the C					
hereby certify that the information	h above is true and complete t	to the best of my knowledge a						
YPE OR PRINT NAME F. TE	REV PERLINS JA		8/7 877-23/-0					

District I PO Box 1980, Hobbs, NM 88241-1980

District II 611 South Piret, Arterile, NM 68210

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV 2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Minerals & Natural Resources Department

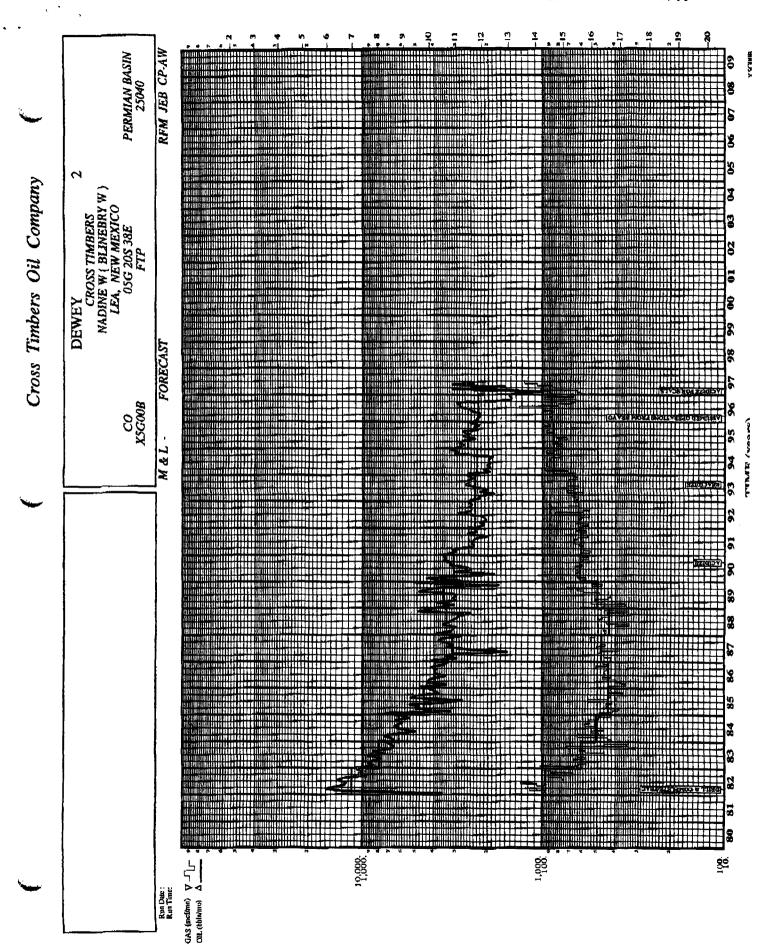
OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505 Form C-102
Revised October 18, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

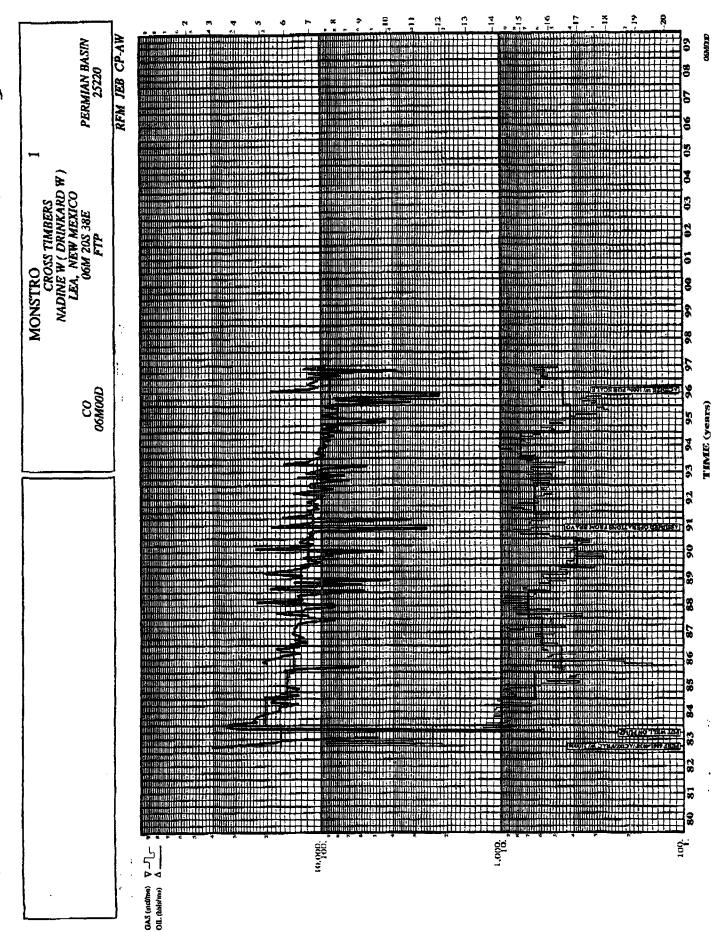
MENDED REPORT

		WE	LL LO	CATION	AND AC	REA	AGE DEDIC	ATION PLA	Т		
•	API Number -025-2766		1Pool Code 47505 Nadine Drinkard, West			«Pool Nan	«Pool Name				
«Property 0		Dewey			«Proper					ell Number 2	
OGRID		Cross Tin	nbers Op	Ders Operating Company							Elevation 3582
					"Surface	e Loc	cation				
Ui. or lat no.	Section 5	Township 20S	Range 38E	Lot Idn	Feet from th	- 1	North North	Feet from the 2310	Eost/Wi		County
		1		m Hole I	<u></u>		fferent From				*
UL or lot no.	Section	Township	Range	Lot Idn	Feet from th		North/South line	Feet from the	East/W	est Line	County
12Dedicated A		nt or Infilli	-Consolidati	on Code	sOrder No.	1_					
	VABLE W	ILL BE AS	SIGNE	TOTHIS	COMPLE	TION	NUNTIL ALL II	NTERESTS HA	AVE BE	EN CON	SOLIDATED
				7310,		2	310'	Signature F. Tel Printed Name Sel Title 9.5 Date	YOR that the well previous, at	CERTI It location she is of actual in that the incention in the incention	FICATIO
								Date of Surver Signature and Contificate Nur	Seal of Pro	riessional Su	ırveyer:

Cross Timbers Operating Company Attachment to Form C-107-A Application for Downhole Commingling Dewey #2

- 16. (I) No production history exists for the Nadine Drinkard, West Pool. Therefore, there is not a one year production curve available.
 - (II) The estimated production rates from this zone are based on the Cross Timbers Operating Company Monstro #1 production. The production curves for Monstro #1 are attached. This well produces from the Nadine Drinkard, West Pool and is located approximately one mile southwest of the Dewey #2. Initial oil rate is estimated at 8 BOPD with a 7% decline. Initial gas rate is estimated at 40 MCFD with a 7% decline.
 - (III) The percentage production allocation listed on No. 8 of the Form C-107-A, is based on the current production from the Nadine Paddock Blinebry, West Pool and the estimated production rates for the Nadine Drinkard, West Pool.





15:33

OFFSET OPERATORS DEWEY #2 G-5-T20S-R38E Lea County, New Mexico

Principal Control of the Control of

Cross Timbers Operating Company is the only offset operator to the Dewey #2 spacing unit.



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

GOVERNOR

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

OIL CONSERVATION DIVIS P. O. BOX 2088 SANTA FE, NEW MEXICO 83				
RE: Proposed: MC DHC NSL NSP SWD WFX PMX				
Gentlemen:				
I have examined the app	olication for the:			
CROSSTIMBERS		G	5-20-38	
Operator	Lease & Well No	. Unit	S-T-R	
and my recommendations	are as follows:			
Rummerd approve	ral			

			······································	
Yours very truly, Mus Williams				
Chris Williams				

/ed