

pNRM0223958431

Order Number DI-0014	API Number 30-025-26459	Operator Zia Energy, Inc.	County Lea
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Order Date 7-1-00	Well Name Grizzell B	Number 003	Location	
			H UL	8 Sec
			225 T (+Dir)	37E R (+Dir)

		Oil %	Gas %
Pool 1	06660 Blinebry Oil + Gas (Oil)	59%	45%
Pool 2	19190 Drinkard	41%	55%
Pool 3			
Pool 4			

Comments:	Work completed effective	<u>7-1-00</u>
	Work cancelled effective	<u> </u>
	Supplement <u>1029N</u>	<u>2-16-01</u>
	<u>1030N</u>	

8-28-02
Posted to
RBTM &
B

Posted
B

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

OIL CONSERVATION DIVISION

WELL API NO.
30-025-26457

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

2040 South Pacheco
Santa Fe, NM 87505

5. Indicate Type of Lease
STATE FEE

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

6. State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"
(FORM C-101) FOR SUCH PROPOSALS)

7. Lease Name or Unit Agreement Name

Grizzell 'B'

1. Type of Well:
OIL WELL GAS WELL OTHER

8. Well No.
3

2. Name of Operator
Zia Energy, Inc.

9. Pool name or Wildcat
Blinebry Oil & Gas

3. Address of Operator
PO Box 2510, Hobbs, NM 88241

4. Well Location
Unit Letter H | 1830 Feet From The North Line and 510 Feet From The East Line
Section 8 Township 22S Range 37E NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3425

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data
NOTICE OF INTENTION TO: SUBSEQUENT REPORT OF:
PERFORM REMEDIAL WORK PLUG AND ABANDON REMEDIAL WORK ALTERING CASING
TEMPORARILY ABANDON CHANGE PLANS COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT
WELL OR ALTER CASING CASING TEST AND CEMENT JOB
OTHER: Downhole Commingling OTHER:

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Division order establishing pre-approved pool or area: R-11363

Pool Names Blinebry Oil & Gas (6660) Drinkard (19190)
Perforated Intervals 5495-5910' 6423-6496
Allocation Method 59% Oil 45% Gas 41% Oil 55% Gas
Previous test Nov 1999 2.3 Oil 47 Gas Aug 1993 1.6 Oil 58 Gas

The DHC of Blinebry and Drinkard will not reduce the value of the total remaining production.

Ownership between the pools is identical.

DI DHC Order No. 0014

I hereby certify that the information above is true and complete to the best of my knowledge and belief.
SIGNATURE Scott Nelson TITLE Engineer DATE 5/25/00

TYPE OR PRINT NAME Scott Nelson 393-2937 TELEPHONE NO.

(This space for State Use)
APPROVED BY [Signature] ORIGINAL SIGNED BY CHRIS WILLIAMS DATE MAY 13 2000
DISTRICT I SUPERVISOR

CONDITIONS OF APPROVAL, IF ANY:

OIL CONSERVATION DIVISION

DISTRICT I
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II
P.O. Drawer DD, Artesia, NM 88210

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

2040 South Pacheco
Santa Fe, NM 87505

WELL API NO.
30-025-26457

5. Indicate Type of Lease
STATE FEE

6. State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS)

7. Lease Name or Unit Agreement Name

Grizzell B

1. Type of Well
OIL WELL GAS WELL OTHER

8. Well No.
3

2. Name of Operator
Zia Energy, Inc.

9. Pool name or Wildcat
Blinebry O&G/ Drinkard

3. Address of Operator
PO Box 2510, Hobbs, NM 88241

4 Well Location
Unit Letter H | 1830 Feet From The North Line and 510 Feet From The East Line
Section 8 Township 22s Rang. 37e NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)
3425

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data
NOTICE OF INTENTION TO: PERFORM REMEDIAL WORK PLUG AND ABANDON TEMPORARILY ABANDON PULL OR ALTER CASING OTHER:
SUBSEQUENT REPORT OF: REMEDIAL WORK ALTERING CASING COMMENCE DRILLING OPNS. PLUG AND ABANDONMENT CASING TEST AND CEMENT JOB OTHER: Downhole commingle

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.
6/29/99 POH with production equipment.
6/30 RU Foam unit and circulate hole clean
7/1 Retrieve packer.
7/5 Clean out paraffin.
7/6 Run production equipment and return to production

Downhole commingled - Division order R-11363

DI DHC Order No. 0014

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

SIGNATURE Scott Nelson TITLE Engineer DATE 2/6/01

TYPE OR PRINT NAME Scott Nelson 505-393-2937 TELEPHONE NO

(This space for State Use)

APPROVED BY _____ TITLE Paul Kautz Geologist DATE FEB 08 2001

CONDITIONS OF APPROVAL, IF ANY:

5
C

2-16-01

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: Zia Energy, Inc.

PROPERTY NAME: Grizzell B

WNULSTR: 3-H, 8-22-37

SECTION I:

ABLI40000 POOL NO. 1 Blinebry Oil + Gas (Oil) ALLOWABLE AMOUNT 107 428 MCF

ADR I30000 POOL NO. 2 Drinkard 142 852 MCF

POOL NO. 3 _____ MCF

POOL NO. 4 _____ MCF

POOL TOTALS 249 1280

SECTION II:

POOL NO. 1 Blinebry Oil + Gas 59% X 249 = 146.91 (147)

POOL NO. 2 Drinkard 41%

POOL NO. 3 _____

POOL NO. 4 _____

OIL

GAS

SECTION III:

107 ÷ 59% = 181.36 (182)

SECTION IV:

182 X 59% = 107.38 (107)

SECTION V:

182 X 41% = 74.62 (75)

OIL CONSERVATION DIVISION
Hobbs, New Mexico 88241

DISTRICT OFFICE

January Thru
June, 2001

NO. 1029N

SUPPLEMENT TO THE OIL PRORATION SCHEDULE

DATE: 02/16/2001

PURPOSE: ALLOWABLE ASSIGNMENT (NEW WELL) (A-M)

Effective 07/01/2000, the marginal allowables of the

ZIA ENERGY INC,
GRIZZELL B, 3 - H, 8-22-37,

December

well for the period covering July through [REDACTED], 2000,

are hereby assigned in the various pools as follows:

BLINEBRY OIL & GAS (OIL)----- #M107
DRINKARD----- #M75
(P-P)
DI-0014

OIL CONSERVATION DIVISION

Chris Williams

DISTRICT SUPERVISOR

CW:nm
ZIA ENERGY INC

EQU 22507

SRG 20809

OIL CONSERVATION DIVISION
Hobbs, New Mexico 88241

DISTRICT OFFICE

January Thru
June, 2001

NO. 1030N

SUPPLEMENT TO THE OIL PRORATION SCHEDULE

DATE: 02/16/2001

PURPOSE: ALLOWABLE ASSIGNMENT (NEW WELL) (A-M)

Effective 01/01/2001, the marginal allowables of the

ZIA ENERGY INC,
GRIZZELL B, 3 - H, 8-22-37,

well for the period covering January through June, 2001,
are hereby assigned in the various pools as follows:

BLINEBRY OIL & GAS (OIL)----- #M107
DRINKARD----- #M75
(P-P)
DI-0014

OIL CONSERVATION DIVISION

Chris Williams

DISTRICT SUPERVISOR

CW:nm
ZIA ENERGY INC

EQU 22507

SRG 20809