



Cross Timbers Operating Company

October 19, 2000

Ms. Lori Wrotenbery
New Mexico Oil Conservation Division
2040 South Pacheco Street
Santa Fe, New Mexico 87505

OCT 23 2000

RE: Administrative Approval to Surface Commingle
Bolack C LS #7 & #15A
Sec 33, T-27-N R-8-W
San Juan County, New Mexico

(30-045-06143 + 30-045-26579)

Dear Ms. Wrotenbery,

Cross Timbers Operating Company (CTOC) requests administrative approval to surface commingle the Bolack C LS #7 and the Bolack C LS #15A. CTOC plans to produce the commingled gas through a single compressor. Each well's oil and water production will be kept separate and not commingled.

Installation of a single compressor will help both wells overcome sales line pressure and thereby maximize each well's productivity. Both wells responded very well to individual wellhead compression tests. The lower operating costs resulting from a shared compressor will extend the economic life of both wells thus increasing their ultimate recoveries.

The following are enclosed for your review of the proposed surface commingling.

1. Well information table.
2. Gas production allocation formula sheet.
3. Battery schematic of proposed installation.
4. Well location plat.

If you need additional information or have any questions, please give me a call at (505) 324-1090.

Sincerely,

CROSS TIMBERS OPERATING COMPANY

Darrin L. Steed
Operations Engineer

Enclosures

Cc: Gary Markestad
Well File
DLS File

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Bolack C LS #7 & Bolack C LS #15A

Well Information

	Bolack C LS #7	Bolack C LS #15A
Location	Sec 33E, T27N R8W	Sec 33D, T27N R8W
Formation	Pictured Cliffs	Mesaverde
API #	30-045-06143	30-045-26579
Pool Name	South Blanco	Blanco
Pool Code	72439	72319
Gas Gravity	.627	.772
Gas Rate (MCFD)	10	30
Oil Gravity	NA	55 API
Oil Rate (BPD)	0	0.2
Water Rate (BPD)	0	0

Gas Allocation Formula

The El Paso Field Services (EPFS) meter and meter runs will remain in place. The gas volume for the Bolack C LS #7 (Meter #71585) will be determined using the following formula:

Bolack C LS #7 Production = Meter #71585 – Meter #95891 + Allocated compressor fuel gas

The compressor's fuel gas will be allocated equally between both wells. The fuel gas usage is estimated to be 9 MCFD for the compressor.

No commingling of oil or water will occur. Production and sales will be based on actual measured volumes from each well.

CROSS TIMBERS OPERATING COMPANY
Site Diagram for the Bolack C LS #15A & Bolack C LS #7
Proposed Surface Commingling



