

DATE IN 1/17/01	SUSPENSE N/R	ENGINEER	LOGGED IN KW	TYPE AMEND PC 107	APP NO. 102231930
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
 - Engineering Bureau -
 1220 South St. Francis Drive, Santa Fe, NM 87505

ADMINISTRATIVE APPLICATION COVERSHEET

THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

- [NSP-Non-Standard Location] [NSL-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
- [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
- [PC-Pool Commingling] [OLS-Off-Lease Storage] [OLM-Off-Lease Measurement]
- [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
- [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
- [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

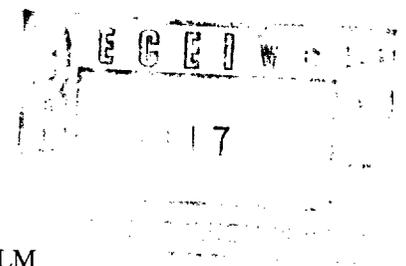
[1] **TYPE OF APPLICATION - Check Those Which Apply for [A]**

- [A] Location - Spacing Unit - Directional Drilling
 NSL NSP SD

Check One Only for [B] or [C]

- [B] Commingling - Storage - Measurement
 DHC CTB PLC PC OLS OLM

- [C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
 WFX PMX SWD IPI EOR PPR



[2] **NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply**

- [A] Working, Royalty or Overriding Royalty Interest Owners
- [B] Offset Operators, Leaseholders or Surface Owner
- [C] Application if One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Waivers are Attached

[3] **INFORMATION / DATA SUBMITTED IS COMPLETE - Certification**

I hereby certify that I, or personnel under my supervision, have reviewed the applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common.

I understand that any omission of data (including API numbers, pool codes, etc.), pertinent information and any required notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Lee R. White
 Print or Type Name

Signature

Engineering Manager
 Title

1/16/01
 Date

Lee.White@apachecorp.com
 e-mail Address

January 16, 2001

Attn: David Catanach
State of New Mexico
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

**Re: Administrative Order PC-107
Taylor Glenn Lease
Unit I, Sec. 3, T21S-R37E
Lea County, New Mexico**

Apache Corporation proposes to amend the referenced Surface Commingling Permit to include the Penrose Skelly; Grayburg pool and remove the Blinebry Oil & Gas, Tubb Oil & Gas, Drinkard and Hare Simpson pools.

To support this request we have attached the following:

- 1) Tabulation of wells indicating the current or proposed producing pool, average daily production rates and API gravity of each pool.
- 2) The current average sum of commingled production from the Wantz Abo and Penrose Skelly; Grayburg pools is 24 BOPD. The expected sum of commingled production following drilling and completion of four additional well in the Penrose Skelly; Grayburg pool is 104 BOPD and expected gravity is 38.1. The value of commingled production will not be decreased by adding the referenced pool. Allocation of production from each pool will be based on monthly well tests.
- 3) Production Facilities diagram

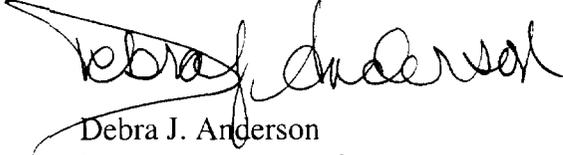
- 4) Plat of Taylor Glenn lease

- 5) Copy of letter sent to Royalty Interest Owners and list of same.

If you have any questions regarding this application, please contact me at 713-296-6338. Thank you.

Sincerely,

APACHE CORPORATION

A handwritten signature in black ink that reads "Debra J. Anderson". The signature is written in a cursive style with a large, sweeping initial "D".

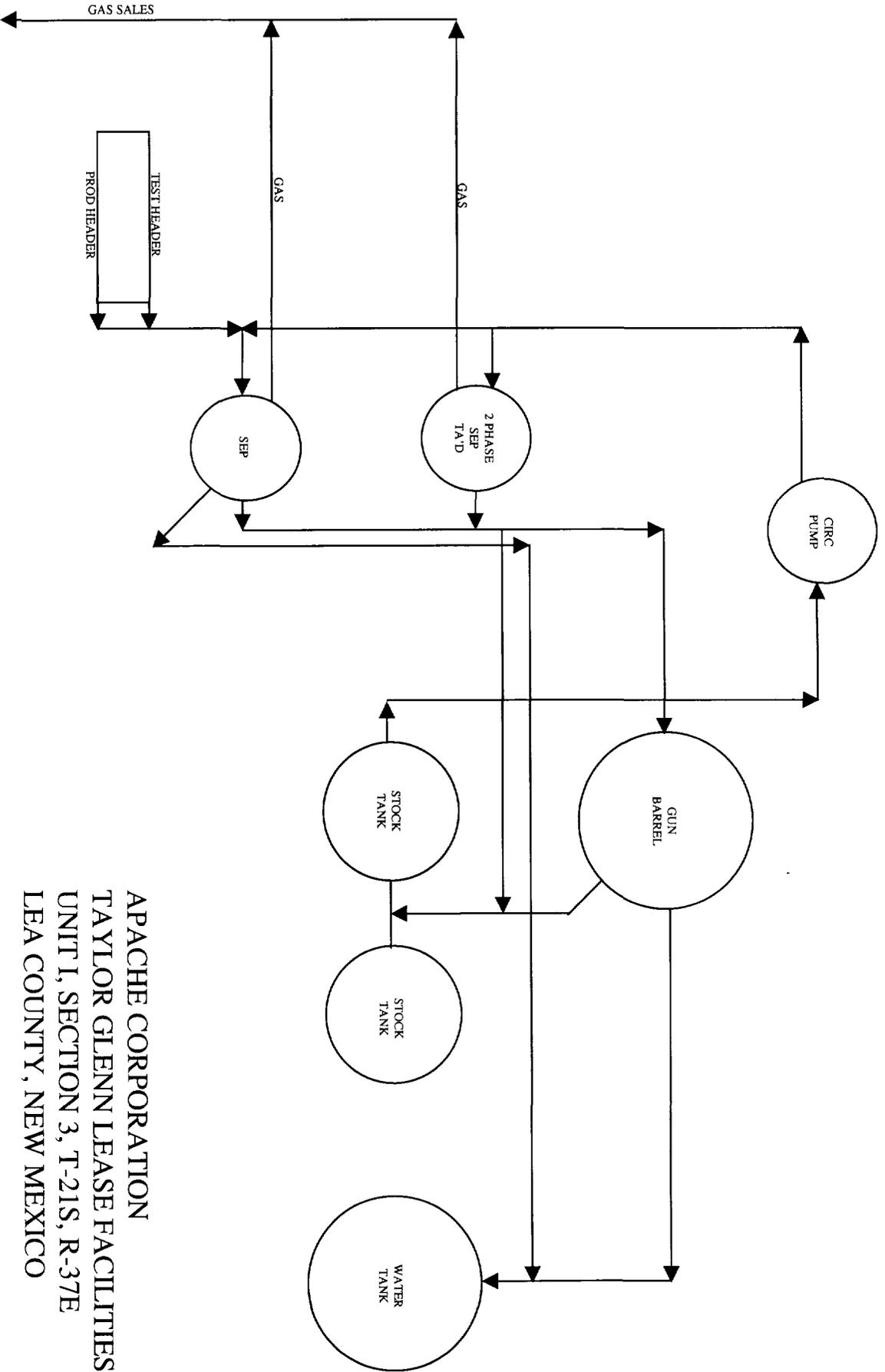
Debra J. Anderson
Sr. Engineering Technician

Attachments

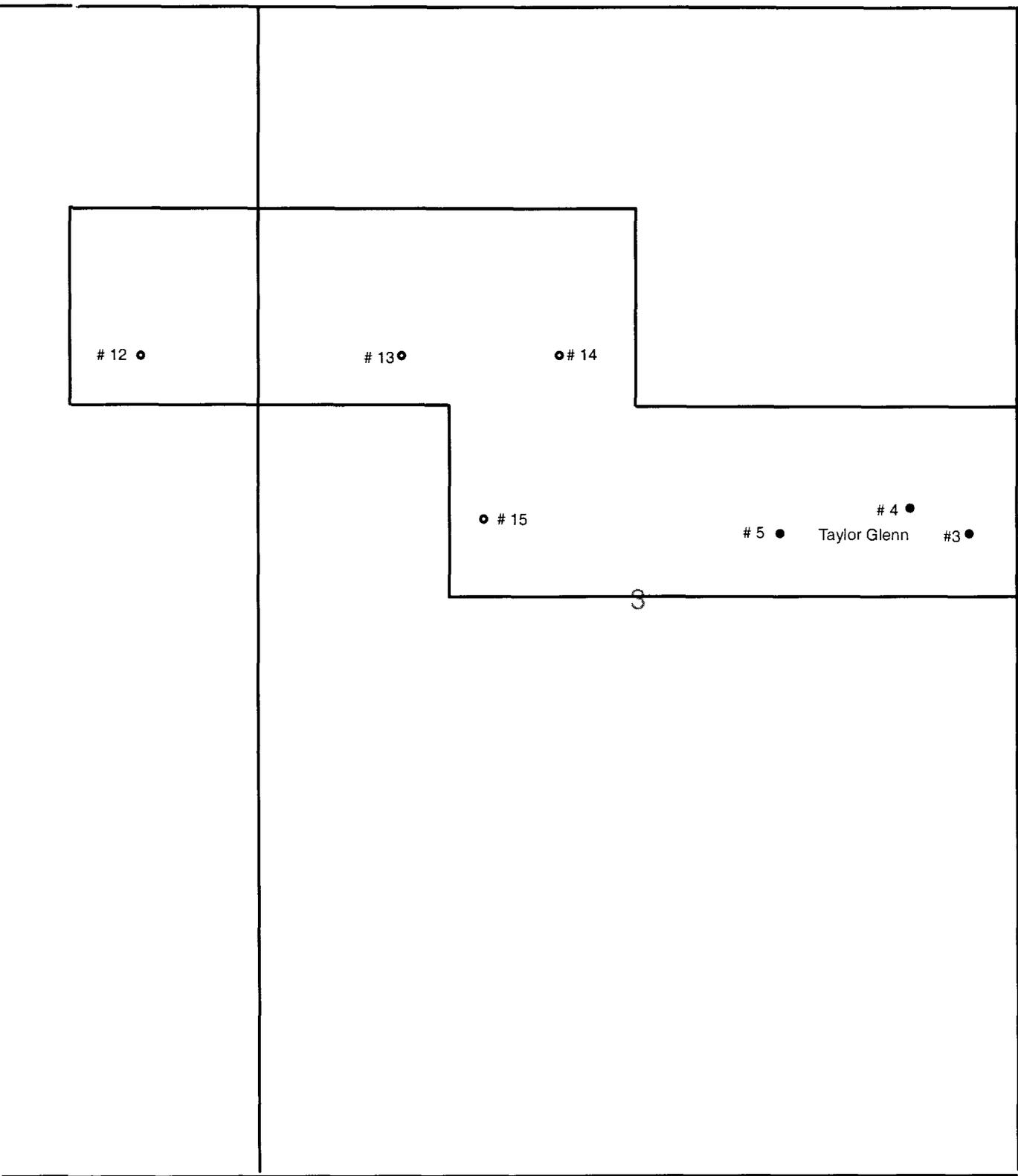
cc: State of New Mexico
Oil Conservation Division
District I
1625 N. French Drive
Hobbs, New Mexico 88240

**TAYLOR GLENN LEASE
PENROSE SKELLY; GRAYBURG
HARE; SAN ANDRES, EAST
WANTZ ABO POOLS**

<u>Well No.</u>	<u>Pool</u>	<u>Status</u>	<u>Avg. BOPD</u>	<u>API Gravity</u>
30-025-06382 3	Wantz Abo	Active	4	42.1
30-025-06383 4	Hare; Simpson	TA'd	0	
30-025-06384 5	Penrose Skelly; Grayburg	Active	20	34.2
12	Penrose Skelly; Grayburg	Proposed	20 (Est)	
13	Penrose Skelly; Grayburg	Proposed	20 (Est)	
14	Penrose Skelly; Grayburg	Proposed	20 (Est)	
15	Penrose Skelly; Grayburg	Proposed	20 (Est)	

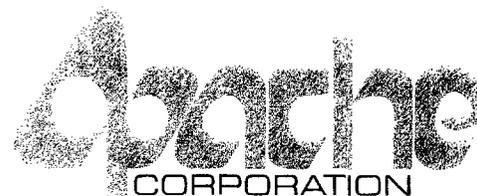


APACHE CORPORATION
 TAYLOR GLENN LEASE FACILITIES
 UNIT 1, SECTION 3, T-21S, R-37E
 LEA COUNTY, NEW MEXICO



Apache
CORPORATION

**TAYLOR GLENN LEASE
SECTION 3 AND 4
TOWNSHIP 21S, RANGE 37E
LEA COUNTY, NEW MEXICO**



January 16, 2001

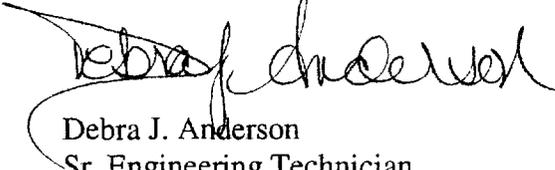
Royalty Interest Owners

**Re: Administrative Order PC-107
Taylor Glenn Lease
Unit I, Sec. 3, T21S-R37E
Lea County, New Mexico**

Attached please find an application to amend the referenced Surface Commingling Permit, that Apache Corporation has filed with the New Mexico Oil Conservation Division. This amendment is to include the Penrose Skelly; Grayburg Pool. Production from the Blinbry Oil & Gas (Pro Gas), Tubb Oil & Gas (Pro Gas), Drinkard, Wantz Abo and Hare Simpson pools are currently authorized for commingling at the Taylor Glenn surface facilities. All of these pools, with the exception of the Wantz Abo, will be removed from the permit since they are no longer productive in this lease. If you have an objection to this application, you must notify the OCD in writing within 20 days from the date of this letter.

Sincerely,

APACHE CORPORATION



Debra J. Anderson
Sr. Engineering Technician

Attachment

cc: New Mexico Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

**TAYLOR GLENN LEASE
ROYALTY INTEREST OWNERS**

Brenda Berry
24 Fifth Avenue # 907
New York, New York 10011
Certified Receipt # Z-207-261-524

Kyle Kenneth Berry
8 Edgewater Cove
Maumelle, Arkansas 72113-6300
Certified Receipt # Z-207-261-525

Charles H Coll
P O Box 1818
Roswell, New Mexico 88202-1818
Certified Receipt # Z-207-261-526

James N Coll
P O Box 1818
Roswell, New Mexico 88202-1818
Certified Receipt # Z-207-261-527

Jon F Coll
P O Box 1818
Roswell, New Mexico 88202-1818
Certified Receipt # Z-207-261-528

Max Coll II
152 Arroyo Hondo Road
Santa Fe, New Mexico 87505
Certified Receipt # Z-207-261-529

Charles Doyle Crain
3207 Park Hills Drive
Austin, Texas 78746
Certified Receipt # Z-207-261-530

Cheryl Margaret Crain
176 Beechwood Lanes
Coppell, Texas 75019
Certified Receipt # Z-207-261-531

Michael W Crain
3625 Centenary Drive
Dallas, Texas 75225
Certified Receipt # Z-207-261-532

Patricia Crain
P O Box 137
Houston, Texas 77251-1370
Certified Receipt # Z-207-261-533

Roxann Crain Barron
246 La Salle Drive
Richardson, Texas 75081
Certified Receipt # Z-207-261-534

Susan Crain Matsuura
1914 Eames Street
Wahiawa, Hawaii 96786
Certified Receipt # Z-207-261-535

Walter Robert Crain
4925 Greenville Ave, Suite 718
Dallas, Texas 75206
Certified Receipt # Z-207-261-536

John E Dawkins
P O Box 1430
Bernalillo, New Mexico 87004
Certified Receipt # Z-207-261-537

Lela Dawkins
3401 Austin
Amarillo, Texas 79109
Certified Receipt # Z-207-261-538

Marshall T Dawkins
P O Box 1399
Amarillo, Texas 79105
Certified Receipt # Z-207-261-539

Nancy Dawkins
P O Box Seven
Stony Brook, New York 11790
Certified Receipt # Z-207-261-540

Betty M Dreessen Rev Liv/Tr
P O Box 817
Los Altos, California 94022
Certified Receipt # Z-207-261-541

Cecile Marie Dreessen
P O Box 864
Ripon, California 95366
Certified Receipt # Z-207-261-542

Edward T Dreessen Jr
P O Box 416
Los Altos, California 94022
Certified Receipt # Z-207-261-543

Ingrid Dreessen Powell
P O Box 416
Los Altos, California 94022
Certified Receipt # Z-207-261-544

The Holmes Trust
P O Box 849
Peoria, Arizona 85380-0849
Certified Receipt # Z-207-261-545

Betty Kyle Dreessen Irrev Tst
P O Box 1665
Los Altos, California 94022
Certified Receipt # Z-207-261-546

Cecil Kyle
P O Box 30864
Santa Barbara, California 93105
Certified Receipt # Z-207-261-547

Methodist Home Foundation
P O Box 840738
Dallas, Texas 75284-0738
Certified Receipt # Z-207-261-548

Newsom Revoc Living Trust
2667 Concho Lane
Palm Springs, California 92264
Certified Receipt # Z-207-261-549

The Newsom Rev/Liv Trst
2667 Concho Lane
Palm Springs, California 92264
Certified Receipt # Z-207-261-550

Hunter Wolflin Puckett
2810 Bonham
Amarillo, Texas 79109
Certified Receipt # Z-207-261-551

Joseph Selby Puckett
3215 Eagles Knoll Court
Katy, Texas 77494
Certified Receipt # Z-207-261-552

Pattilou Puckett Dawkins
3401 Austin
Amarillo, Texas 79109
Certified Receipt # Z-207-261-553

Iris Rogers
414 E 23rd Street # 12
Roswell, New Mexico 88201
Certified Receipt # Z-207-261-554

Joe F Taylor
3002 Brentwood
Amarillo, Texas 79106
Certified Receipt # Z-207-261-555

David M Yager
85 Depot Road
Santa Barbara, California 93108
Certified Receipt # Z-207-261-556