

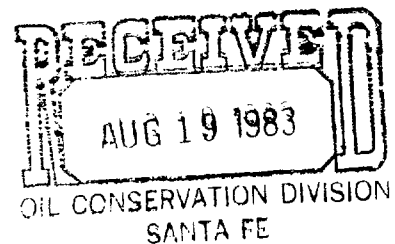
P. O. Box 111  
Farmington, New Mexico 87499  
(505) 327-9267  
(505) 325-1873 (car 2893)

LLEDGE

**OIL and GAS PROPERTY MANAGEMENT**

August 3, 1983

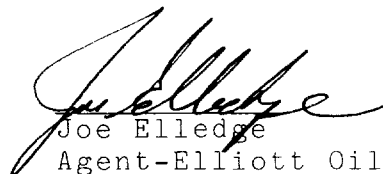
Mr. R. L. Stamets  
State of New Mexico  
Energy & Minerals Dept.  
Oil Conservation Commission  
P.O. Box 2088  
Santa Fe, New Mexico 87501



Dear Sir:

Please find attached an application to commingle the oil production only for Elliott Oil Company's Ora #2 located 1750' FNL and 2000' FEL of Section 21, Township 25N, and Range 3W of Rio Arriba County, New Mexico. This well is a dual Ojito Gallup-Dakota and Blanco Mesaverde.

Yours truly,

  
Joe Elledge  
Agent-Elliott Oil Co.

cc/ Elliott Oil Co.-Roswell

State of New Mexico

Energy and Minerals Dept.

Oil Conservation Division

IN THE MATTER OF THE APPLICATION  
OF ELLIOTT OIL COMPANY AS OPERATOR  
FOR COMMINGLED OIL PRODUCTION IN  
THE OJITO GALLUP-DAKOTA BLANCO  
MESAVERDE POOLS. No. SF-080536

APPLICATION

Applicant, Elliott Oil Company, P.O. Box 1355, Roswell, New Mexico, 88201, hereby requests from the Oil and Gas Conservation Division Administrative approval to commingle the oil production only on the Ora #2.

1. Well is located 1750' FNL & 2000' FEL of Sec. 21, T25N, R3W.
2. Rio Arriba County, New Mexico
3. A copy of this application has been filed with the Bureau of Land Management in Farmington.
4. The ownership (including W.T., royalty, and overriding royalty) of the commingled zones is common.
5. The Gallup-Dakota as tested is capable of producing 72 bbls. of 46.0 gravity oil per day at \$30.00/bbl.
6. The Mesaverde as tested will produce 2 bbls. of 46.0 gravity oil per day at \$30.00/bbl.
7. The commingled oil gravity of the two zones is expected to be 46.0.
8. The commercial value of such commingled oil production should not be less the sum of the oil production from each zone separated.
9. A schematic diagram of the proposed oil commingle point is attached.
10. A plat showing the location of all wells on the applicants lease is attached.

for: Elliott Oil Co.

by:   
Agent

Executed this 6 day of August, 1983.

Elliott Oil Co.  
Ora #2  
G-21-25-3

