

2700 Farmington Ave, K-1 Farmington, NM 87401 Phone: (505) 324-1090 FAX: (505) 564-6700

December 1, 2005

Mr. David Catanach New Mexico Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505-5472

Mr. Jim Lovato Bureau of Land Management 1235 LaPlata Highway Farmington, NM 87401

Subject: Amendment to DHC-3488A

Florance #74

Unit I Sec 19-T27N- R08W; 30-045-32607

Basin Dakota//Blanco-Mesaverde NMNM 03380, San Juan, NM

Dear Mr. Catanach & Mr. Lovato:

Enclosed please find our amended Administrative Application form (C107A) for our approved DHC-3488A. The Pictured Cliffs pool will not be completed due to there being no cement across the 7" x 4-1/2" casing annulus. New allocations are specified on the C107A form.

Any questions pertaining to this matter, please call Loren Fothergill or me at (505) 324-1090.

Holly C. Perkins

Regulatory Compliance Tech

xc: Wellfile

Sincerely

OCD, Aztec Office > BLM, Farmington



District I 1625 N. French Drive, Hobbs, NM 88240 State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107A Revised June 10, 2003

District II

13d1 W. Grand Avenue: Artesia, NM 88210

District III
1000 Rto Braros Road, Aricc, NM 87410

District IV

Oil Conservation Division 1220 South St. Francis Dr. Santa Fe, New Mexico 87505 APPLICATION TYPE

X Single Well

Establish Pre-Approved Pools

EXISTING WELLBORE

## APPLICATION FOR DOWNHOLE COMMINGLING

Yes	X No

	2700 Farmington Ave, S		nington, NM 87401	artier as repair dealers assessment all a "American assessment end agreement end
perator lorance	#74	Address I Sec 19, T27N-R08W	Sa	n Juan County
case	Well No. 1.	nit Letter-Section-Township-Ra	nge	County
GRID No. 167037 Property Cod	e 22608 API No_	30-045-32607	Lease Type_XFed	eral StateFe
DATA ELEMENT	UPPER ZONE	INTERMEDIATE UPPER ZONE	INTERMEDIATE LOWER ZONE	LOWER ZONE
Pool Name	Blanco So PC	Blanco Mesa Verde	Basin Mancos	Basin Dakota
Pool Code	72439	72319	97232	71599
	2,779'	5,054'	6,254'	7,154'
Fop and Bottom of Pay Section Perforated or Open-Hole Interval)	to 2,791'	to 5,066	to 6.266	to 7,166
Method of Production (Flowing or Artificial Lift) Bottomhole Pressure Note Pressure data will not be required if the bottom one foration in the lower zone is within 1514's of the lepth of the top perforation in the upper zone) Oil Gravity or Gas BTU		Est 340 psig		Est 300 psig
Producing, Shut-In or				
New Zone	New Zone			New Zone
Date and Oil/Gas/Water Rates of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data.)	Date: Rates:		Date: Rates	Date: Rates:
Fixed Allocation Percentage Note: If allocation is based upon something other than current or pass production, supporting data or reptanation will be required.)	Oil 0% Gas 0%	Oil 47.51% Gas 52.49%	Oil 0% Gas 0%	Oil 61.34% Gas 38.47%
	AD	DITIONAL DATA		
e all working, royalty and overriding	royalty interests identical	in all commingled zones?		Yes No
Are all working, royalty and overriding royalty interests identical in all commingled zones?				and standing and it distribution programmes and particular and par
not, have all working, royalty and ove	rriding royally interest or	whers been notified by certifi	ed mail?	YesNo
Are all produced fluids from all commingled zones compatible with each other?				Yes_X No_
Will commingling decrease the value of production?				YesNoX
this well is on, or communitized with, the United States Bureau of Land Ma	Public Lands	Yes X No		
MOCD Reference Case No. applicable	e to this well:	DIIC-3488A		
<ul> <li>Production curve for each</li> <li>For zones with no product</li> <li>Data to support allocation</li> <li>Notification list of workin</li> </ul>	zone for at least one year ion history, estimated pro- method or formula. g, royalty and overriding	spacing unit and acreage ded. (If not available, attach expediction rates and supporting royalty interests for uncommed to support commingling.	planation.) data.	
	PRE-	APPROVED POOLS		
If application is	o establish Pre-Approved	Pools, the following addition	nal information will be requ	ired:
st of other orders approving downhole st of all operators within the proposed oof that all operators within the propo ottomhole pressure data.	Pre-Approved Pools sed Pre-Approved Pools	were provided notice of this	application.	
hereby certify that the information	/ / 11 /	plete to the best of my kno		ember 1, 2005
V		TELEPHO		
•	Dxtoenergy.com			