

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC NM 87410
(505) 334-4178 FAX: (505) 334-6170
http://emnrd.state.nm.us/ocd/District III/3distric.htm

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

August 11, 1999

Ms Yolanda Perez Conoco, Inc. 10 Desta Drive, Suite 100W Midland, TX 79705-4500

Re:

Lindrith B #73, A-06-24N-02W, API # 30-039-24089 Application For Tubingless Exception To Rule 107

Dear Ms Maddox:

Your request to pull tubing in the referenced well and install a casing plunger is hereby granted. This action may produce gas and lift oil and water more efficiently that could result in the recovery of additional reserves. If the plunger is removed after installation, tubing must be re-run before the well is allowed to produce.

If you have any questions, please contact this office. Yours truly,

Ernie Busch

District Geologist/Deputy O&G Inspector

Ennie Busel

EB/mk

Xc:

Roy Johnson-Santa Fe

Well File

LINDRITH B#73. How

CONOCO INC
KAY MADDOX
10 DESTA DR STE 100W
MIDLAND TX 79705

June 23, 1999

Mr. Ernie Busch New Mexico Oil Conservation Division – Aztec District Office 1000 Rio Brazos Road Aztec, New Mexico 87410

RE: Application for Tubingless Exception to Rule 107

Hodges #11 API # 30-045-20080 Section 27, T-26-N, R-8-W,M

Lindrith "B" #73 API # 30-039-24089 Section 6, T-24-N, R-2-W, A

Dear Mr. Busch,

An exception to Rule 107, requiring the above listed wells to be produced with tubing, is requested. It is believed that producing the well tubingless will increase the producing rate efficiency and maximize recovery from this well. The purpose for removing the tubing from this well is to allow the use of the new innovative casing plunger that allows continuos gas flow while at the same time automatically lifting produced oil and water volumes.

DECENTED

JUN 2 8 1899

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Whereas requests and application for tubingless completions have typically been for newer, high rate gas wells in an effort to reduce the flow restrictions of tubing, these three wells are marginal low rate producers whose production has been restricted by fluid loading. Due to overloading and downtime the referenced wells are not producing at their maximum ability.

The discovery of the new innovative casing plunger seems to offer a more efficient producing solution. Conoco, Inc. was granted permission to use this tool on the Ohio #1 By Order TX 278 dated 12/15/97. This new innovative approach (to the San Juan) for increasing the producing efficiency and ultimate recovery of mature depleted gas wells has been extremely successful as evidenced in the Ohio #1.

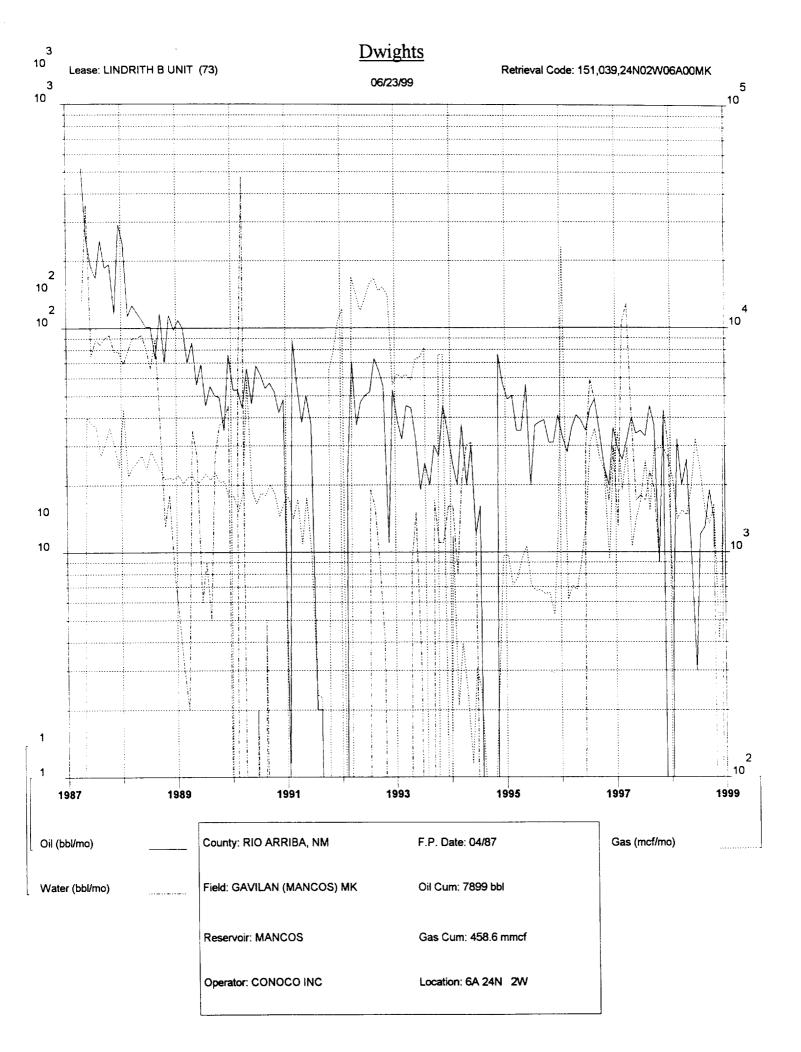
To configure the wellbores for use with the casing plungers the production tubing will be removed and the casing pressure tested for leaks and drift. A casing scraper will be used to clean out the interior casing surface and then re-pressure tested. A downhole collar stop and casing plunger catcher will be installed in the first collar above the top perforation (refer to wellbore schematic). At the surface, the wellhead will be configured with a plunger catcher and a bypass with an automated controller. The plunger is automatically dropped when a fluid loading problem is detected by the surface controller while allowing continuous gas flow through its internal bypass valve.

Conoco, Inc. requests that they be granted an exception to Rule 107 for the above referenced wells to continue this tubingless operation to fully optimize and economically produce the three mature and depleted Dakota gas wells. If there are additional questions regarding this application please call me at (915) 686-5798.

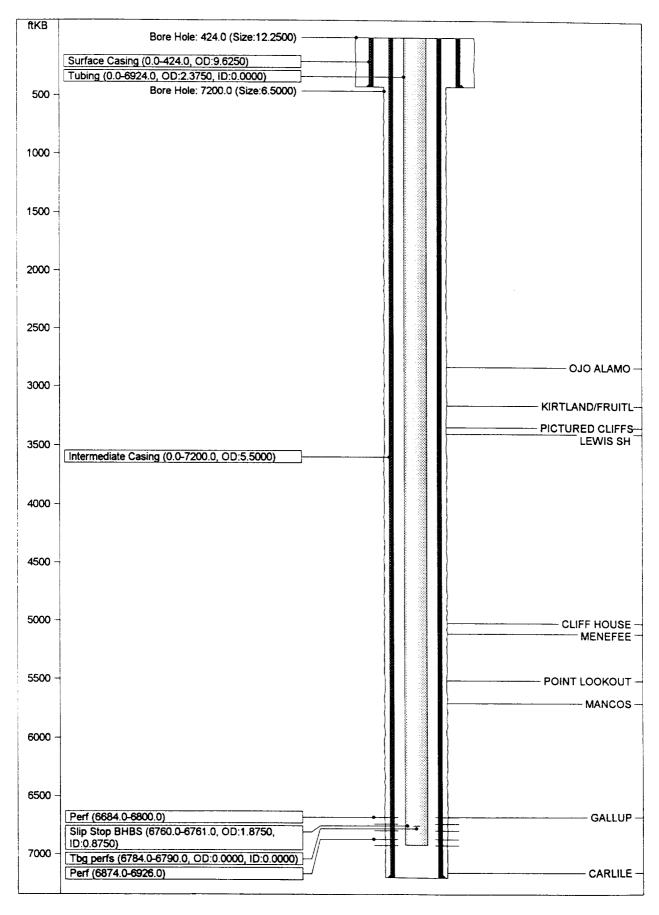
Sincerely yours,

Kay **M**addox

Regulatory Agent - Conoco, Inc.



Lease: Field: Operator: RCI#: API#:	LINDRITH B UNIT GAVILAN (MANCOS CONOCO INC 151,039,24N02W06A 30-039-24089-00	•	Well #: Location: Liquid Cum: Gas Cum: Status:	73 6A 24N 2W 7,899 bbls 458,595 mcf ACT OIL	FP Date: 87-04 LP Date: 98-12 Liq Since: FPDATE Gas Since: FPDATE
DATE	OIL, BBLs	GAS, MCF	WATER, BBLs	WELLS	Oil Production
01/1998	5	2,130	5	1	100
02/1998	32	1,403	32	1	10
03/1998	20	1,542	20	1	
04/1998	26	1,460	26	1	1
05/1998	10	1,939	10	1	Gas Production
06/1998	3	3,219	3	1	1000
07/1998	12	2,382	12	1	100
08/1998	13	1,535	13	1	10
09/1998	19	1,336	19	1	Water Production
10/1998	14	1,639	14	1	100
11/1998	0	401	0	1	
12/1998	30	1,497	30	1	10
Total	184	20,483	184		\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \



LINDRITH B UNIT 73 GAV (3/4/99)

LINDRITH B UNIT 73 GAV (3/4/99) API Code 30		392408900	Field Code	676202200				
TD		7200.0 ftKB		Basin	676383388			
PBTD		7200.0 ftKB		Basin Code	SAN JUAN BASIN			
		MOBIL PRODUCING TX & NM		Permit	580			
County		NEW MEXICO		Spud	03-Oct-86			
District		RIO ARRIBA		Finish Drl	29-Dec-86			
Permit No.		NIO AKKIDA		Completion	10-Jan-87			
TD Measured		7200		Abandon	15-Apr-87			
Reservoir		7200		Abandon				
Field		GAVILAN GAL						
Event History			<u> </u>					
Date		/ent	Description					
04-Mar-99	Tub Run		0.0000 in Thair	0.0000 in Tbg perfs, ID: 0.0000in, 1.8750 in Slip Stop BHBS, ID: 0.8750in				
02-Mar-99	Comp/WO		Untitled 1	Untitled 1				
26-Mar-98	Comp/WO		Slickline Work,	Slickline Work, Slickline Shot holes in tbg. Set slip stop above holes. Ran plunger				
15-Apr-87	Log		Tbg perfs 6784-6790WL. Slip stop BHBS set above tbg perfs 6 6760WL CNL DIL MICRO FRAC FD-CN, 0.0 - 7200.0ftKB					
03-Oct-86	Tub Run		2 3750 in Tubin	2.3750 in Tubing, Jnts: 221, ID: 0.0000in				
03-Oct-86	Perf		6874.0 - 6926.0ftKB, 13.1/ft, 6684.0 - 6800.0ftKB, 13.1/ft					
03-Oct-86	Cas Run		5.5000 in Intermediate Casing, ID: 0.0000in, 9.6250 in Surface Casing, ID: 0.0000in					
03-Oct-86 Note			** General Notes:, ** Initial Potential: P 17 BOPD GRAV 43; 134 MCFGPD; 1 BWPD, ** Drilling Journal: 1/6/87 RIG RPTD ON SITE., ** Drilling Journal: 2/5/87 SET PROD CSG; NO FURTHER DETAILS AVAILABLE., ** Drilling Journal: 4/2/87 TESTING GALLUP; NO FURTHER DETAILS AVAILABLE., ** Drilling Journal: 5/7/87 COMPLETED OIL & GAS WELL.					
Events Withou	it Dates			O . O . I . C. L.				
manaran Kalenda		Description						
Eve	nt	Descript	ion					

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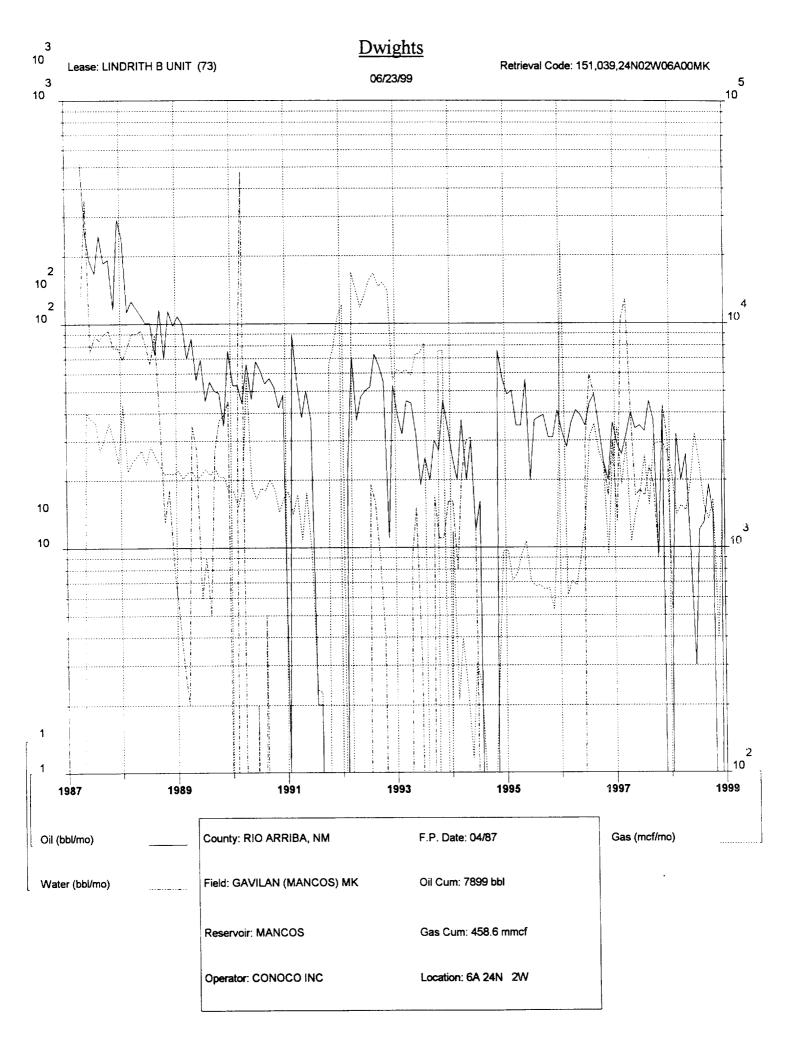
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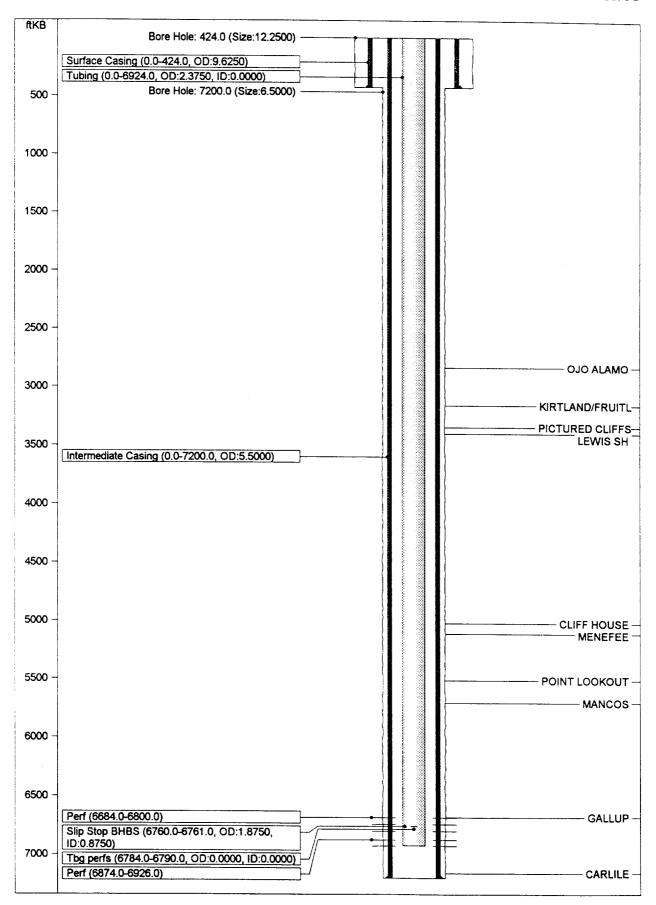
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