STATE OF NEW MEXICO



ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

BRUCE KING GOVERNOR ANITA LOCKWOOD CABINET SECRETARY

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

June 16, 1992

Mr. Richard E. Fraley Meridian Oil Incorporated PO Box 4289 Farmington, NM 87499

Re:

Commingled Allocation for

Jicarilla G #9A O-1-26N-5W

Dear Mr. Fraley:

Your recommended allocation of commingled production from the referenced well is hereby accepted as follows:

	Gas	Oil
Mesaverde	70%	35%
Gallup	30%	65%

Sincerely,

Frank T. Chavez, District Supervisor

FTC/sh

MERIDIAN OIL

June 8, 1992

JUNI 0 1992 OIL CON. DIV.

New Mexico Oil Conservation Division Attn: Mr. Frank T. Chavez 1000 Rio Brazos Road Aztec, New Mexico 87410

RE: Jicarilla G #9A
Unit O, Section 1, T26N, R05W
Rio Arriba County, New Mexico
Commingle Allocation of Production
DHC-822

Dear Mr. Chavez:

The subject well was approved for commingled production as per Administrative Order DHC-822, dated October 28, 1991. Commingling of the Blanco Mesaverde and Blanco South Mesa Gallup pools was completed April 22, 1992. In order to first deliver this well to Gas Company of New Mexico Pipeline assignment of allowables must be approved.

Cumulative production through January 1, 1992 from the Gallup formation is 1109.7 MMCF, 5.740 MBO and from the Mesaverde formation is 310.1 MMCF, .788 MBO. In accordance with Rule 303-C4, total commingle oil production will not exceed 50 barrels per day and total commingled water production will not exceed 100 barrels per day. Approval of the following production allocation is requested. See attachments for details.

Mesaverde Pool: 0il 35% Gas 70%*
Gallup Pool: 0il 65% Gas 30%*

*Allocation adjusted because of packer failure.

Richard E. Fraley / Engineering Manager

TEM:tg attachments

cc: J.L. Smith

Allocation for Jicarilla G #9A

Commingle Application Blanco Mesaverde B. S. Mesa Gallup

Gas:

Gallup:

Cum. Production -

1,109 MMCF

Mesaverde:

Cum. Production -

310 MMCF

1991 Production:

Gallup: Mesaverde: 27.266 MMCF

9.144 MMCF

Note: Packer failed in this well.

Adjustments were made to allocation percentage from production decline curves and assumed indication of packer failure in December 1980.

Gas Allocation:

Gallup:

30.00 %

This is the corrected allocation

Mesaverde:

70.00 %

based upon packer failure.

Total:

100.00%

Oil:

Gallup:

Cum. Production -

5,740 Barrels

Mesaverde:

Cum. Production -

788 Barrels

1991 Production:

Gallup:

59 Barrels

Mesaverde:

35 Barrels

Oil Allocation:

Gallup:

65.00 %

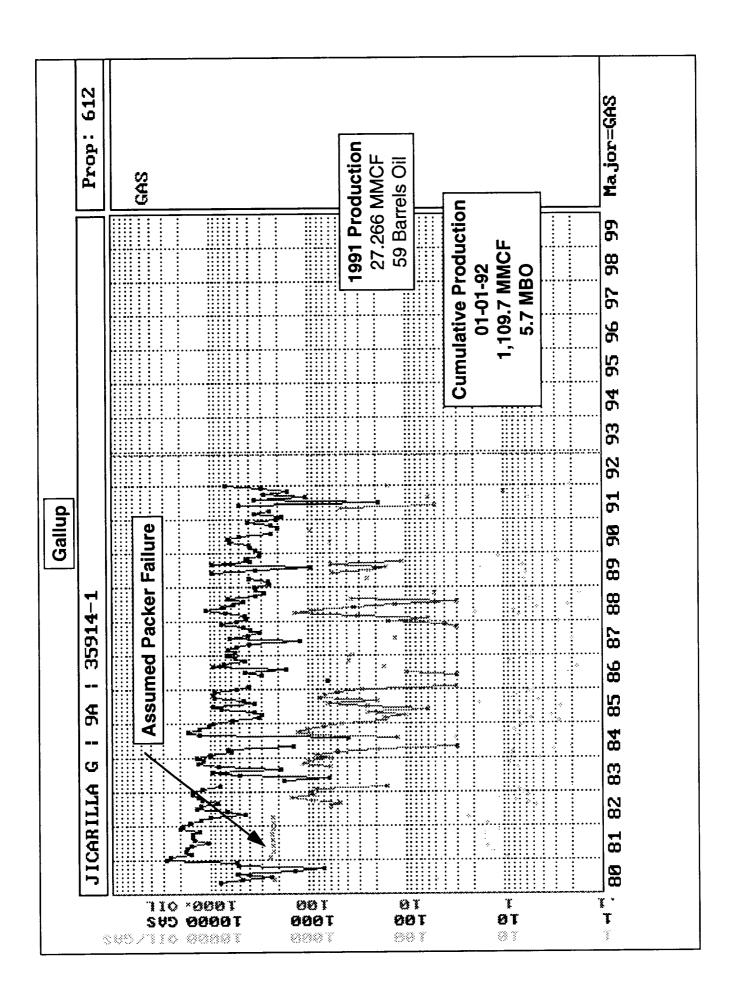
Mesaverde:

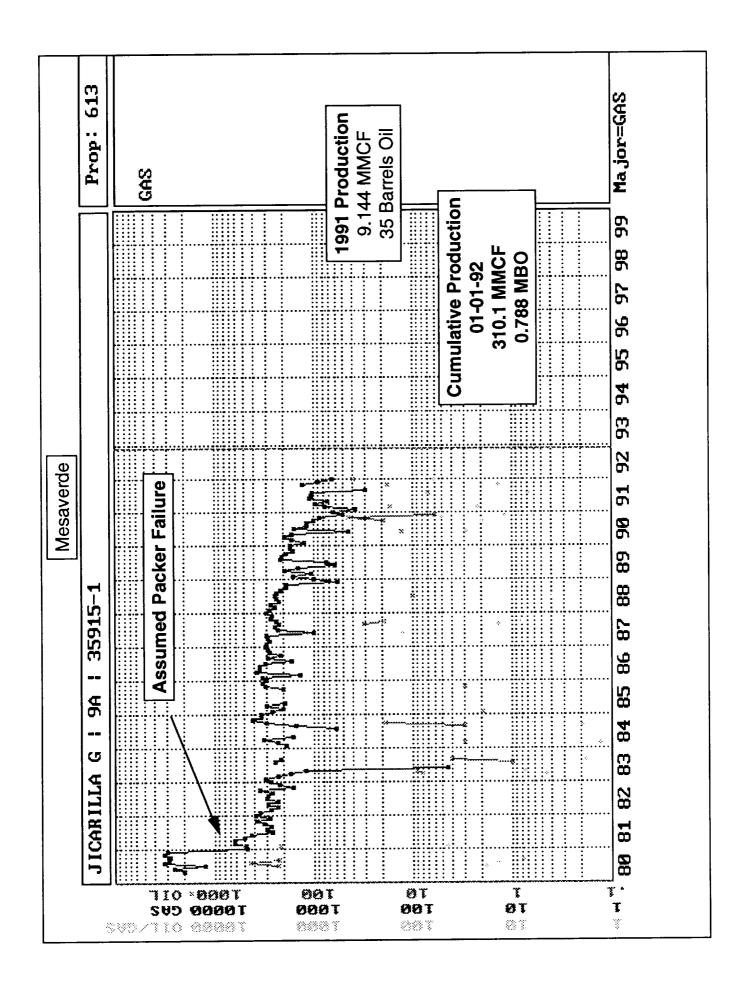
35.00 %

Total:

100.00%

All formations have common ownership. Meridian Oil has 100.00 % GWI and 87.50 % NRI in both the B.S. Mesa Gallup and Blanco Mesaverde.





STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

ADMINISTRATIVE ORDER DHC-822

Meridian Oil Inc. P.O. Box 4289 Farmington, New Mexico 87499-4289

Attention: George T. Dunn

Jicarilla "G" No. 9A

Unit O, Section 1, Township 26 North, Range 5 West, NMPM, Rio Arriba

County, New Mexico.

Blanco Mesaverde and B.S. Mesa Gallup Pools

Dear Mr. Dunn:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations to permit the subject well to commingle production from both pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303-C, and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the two zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303-C-4., total commingled oil production from the subject well shall not exceed 50 barrels per day, and total water production shall not exceed 100 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

Administrative Order DHC-822 Meridian Oil Inc. October 28, 1991 Page 2

In accordance with the provisions of Rule 303-C, the supervisor of the Aztec District Office of the Oil Conservation Division shall determine the proper allocation of production from the subject well following its completion.

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 28th day of October, 1991.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. LEMA

Director

SEAL

cc: Oil Conservation Division - Aztec

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OCT 1991 UD. THOMMETRING