

9-13-05 DATE IN	10/3/05 SUSPENSE	Cutmanach ENGINEER	9-14-05 LOGGED IN	CTB TYPE	P5em0525726762 APP NO.
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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



269

ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST 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:

[NSL-Non-Standard Location] [NSP-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 - Simultaneous Dedication
☐ 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

[D] Other: Specify _____

[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 is 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] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

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

Yolanda Perez
 Print or Type Name

Yolanda Perez
 Signature

Sr. Regulatory Specialist
 Title

09/06/05
 Date

Yolanda.perez@conocophillips.com
 e-mail Address



Yolanda Perez
Sr. Regulatory Specialist
P.O. Box 2197, WL3 6106
Houston, Texas 77252-2197
Tel: 832-486-2329
Fax: 918-662-3306

September 6, 2005

New Mexico Oil Conservation Division
1220 So. St. Francis Drive
Santa Fe, New Mexico 87505

Attn: David Catanach

RE: Pool/Lease Commingling Application

Dear Mr. Catanach,

ConocoPhillips Company requests approval to lease/pool commingle wells on the attached list at the Jack B 26 & 27 Lease. All wells, except Jack B 26 # 7 & 8, have the same interest ownership in all pools and the Jack B 26 # 7 & 8 have the same interest ownership in all pools. The production from the Jack B 26 # 7 & 8 will be measured separately prior to commingling with other wells. The remainder of the wells listed will be allocated by well test. The total sales volume will be allocated by subtracting the separately measured production from Jack B 26 # 7 & 8 with the remainder allocated back to each of the remaining wells based on well tests.

Lease:	Jack B 26 & 27
Description:	Township 24 South, Range 37 East
Wells:	See Attached

Proper notification has been made to all interest owners on the attached list by certified mail.

If any additional information is required, please call me at 832-486-2329 or email me at yolanda.perez@conocophillips.com.

Sincerely,

CONOCOPHILLIPS COMPANY

A handwritten signature in cursive script that reads "Yolanda Perez".

Yolanda Perez
Sr. Regulatory Specialist
Mid America Business Unit

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised June 10, 2003

OIL CONSERVATION DIVISION
1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: ConocoPhillips Company

OPERATOR ADDRESS: P. O. Box 2197, WL3 6106 Houston, TX 77252

APPLICATION TYPE:

☐ Pool Commingling ☐ Lease Commingling ☒ X Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingled)

LEASE TYPE: ☐ Fee ☐ State ☒ X Federal

Is this an Amendment to existing Order? ☐ Yes ☒ X No If "Yes", please include the appropriate Order No. _____

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling
X Yes ☐ No

(A) POOL COMMINGLING
Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
Please see attached					

(2) Are any wells producing at top allowables? ☐ Yes ☒ X No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ X Yes ☐ No

(4) Measurement type: ☒ X Metering ☒ X Other (Specify) Well Tests

(5) Will commingling decrease the value of production? ☐ Yes ☒ X No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING
Please attach sheets with the following information

(1) Pool Name and Code.

(2) Is all production from same source of supply? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING
Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT
Please attach sheets with the following information

(1) Is all production from same source of supply? ☐ Yes ☐ No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)
Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Yolanda Perez

TITLE: Sr. Regulatory Specialist

DATE: 9/06/05

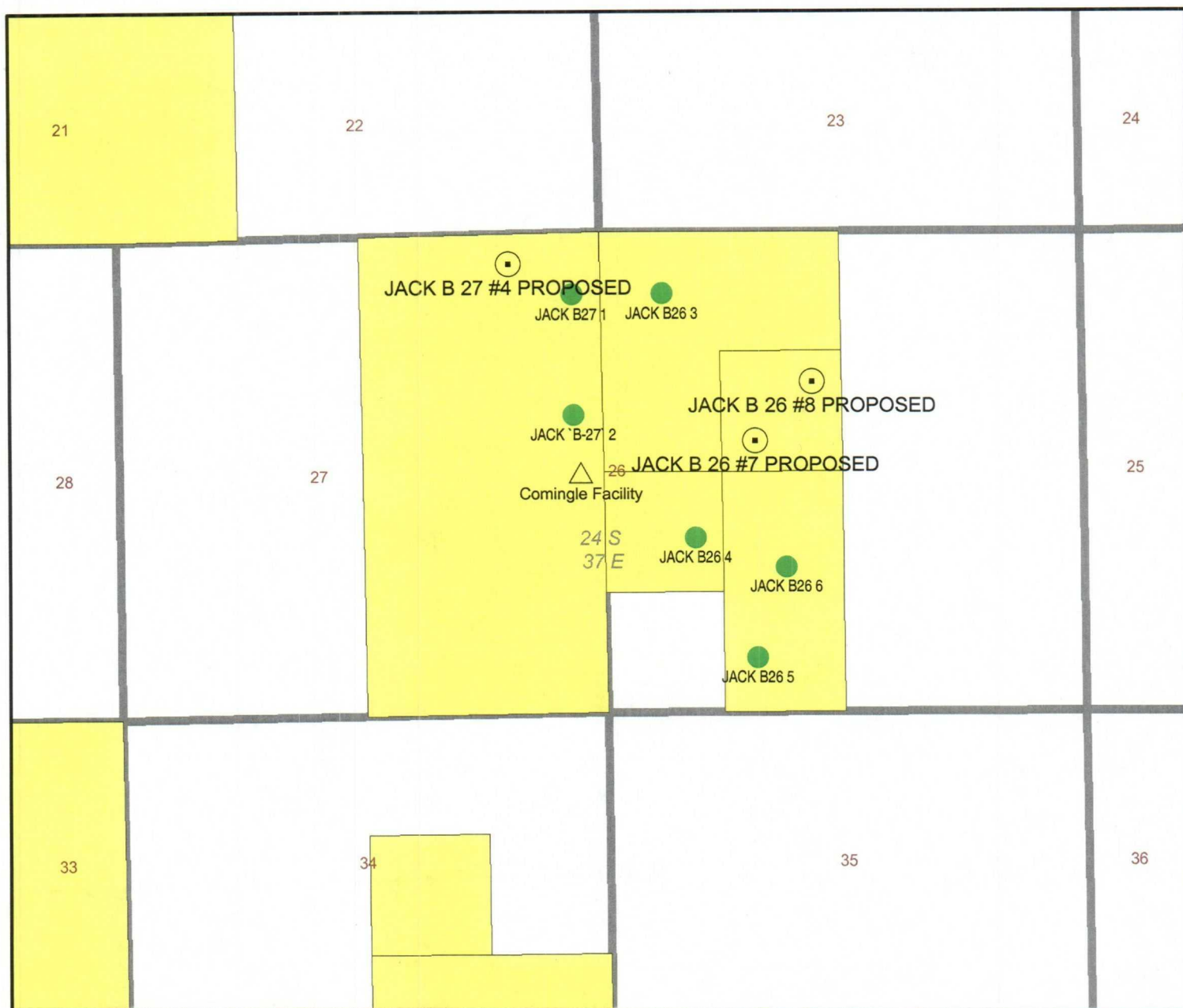
TYPE OR PRINT NAME Yolanda Perez

TELEPHONE NO.: 832-486-2329

E-MAIL ADDRESS: Yolanda.perez@conocophillips.com

List of Wells to be Surface Commingled

CTB & Associated Wells	Location				Q/Q	API Number	Lease or Agreement Number	Pool	Pool Code
	Sec	TWN	RNG						
FACILITY: Jack "B" Lease	27	24S	37E						
Jack B 26 # 3	26	24S	37E	NWNW(D)	30-025-22381	NM-0321613	Justis Blinebry		34200
Jack B 26 # 4	26	24S	37E	NWSW(L)	30-025-23032	NM-0321613	Justis Blinebry		34200
Jack B 26 # 5	26	24S	37E	SESW(N)	30-025-23156	NM-0321613	Justis Blinebry		34200
Jack B 26 # 6	26	24S	37E	NESW(K)	30-025-23320	NM-0321613	Justis Blinebry		34200
Jack B 26 # 7 - <i>proposed</i>	26	24S	37E	SESW(F)	Not yet permitted	NM-0321613	Justis Tubb Drinkard/Justis Blinebry		35280/34200
Jack B 26 # 8 - <i>proposed</i>	26	24S	37E	SESW(F)	30-025-37430	NM-0321613	Justis Tubb Drinkard/Justis Blinebry		35280/34200
Jack B 27 # 1	27	24S	37E	NENE(A)	30-025-22546	NMLC-032326-B	Justis Blinebry		34200
Jack B 27 # 2	27	24S	37E	SENE(H)	30-025-22706	NMLC-032326-B	Justis Blinebry		34200
Jack B 27 # 4 - <i>proposed</i>	27	24S	37E	NENE(A)	30-025-37423	NMLC-032326-B	Justis Tubb Drinkard/Justis Blinebry		35280/34200



Legend

● Existing Wells

permian_COP_leases_tract

COP_Lease_Tract

■ Jack B Proposed Locations

△ Comingle Facility



0 1,000 2,000 4,000 Feet

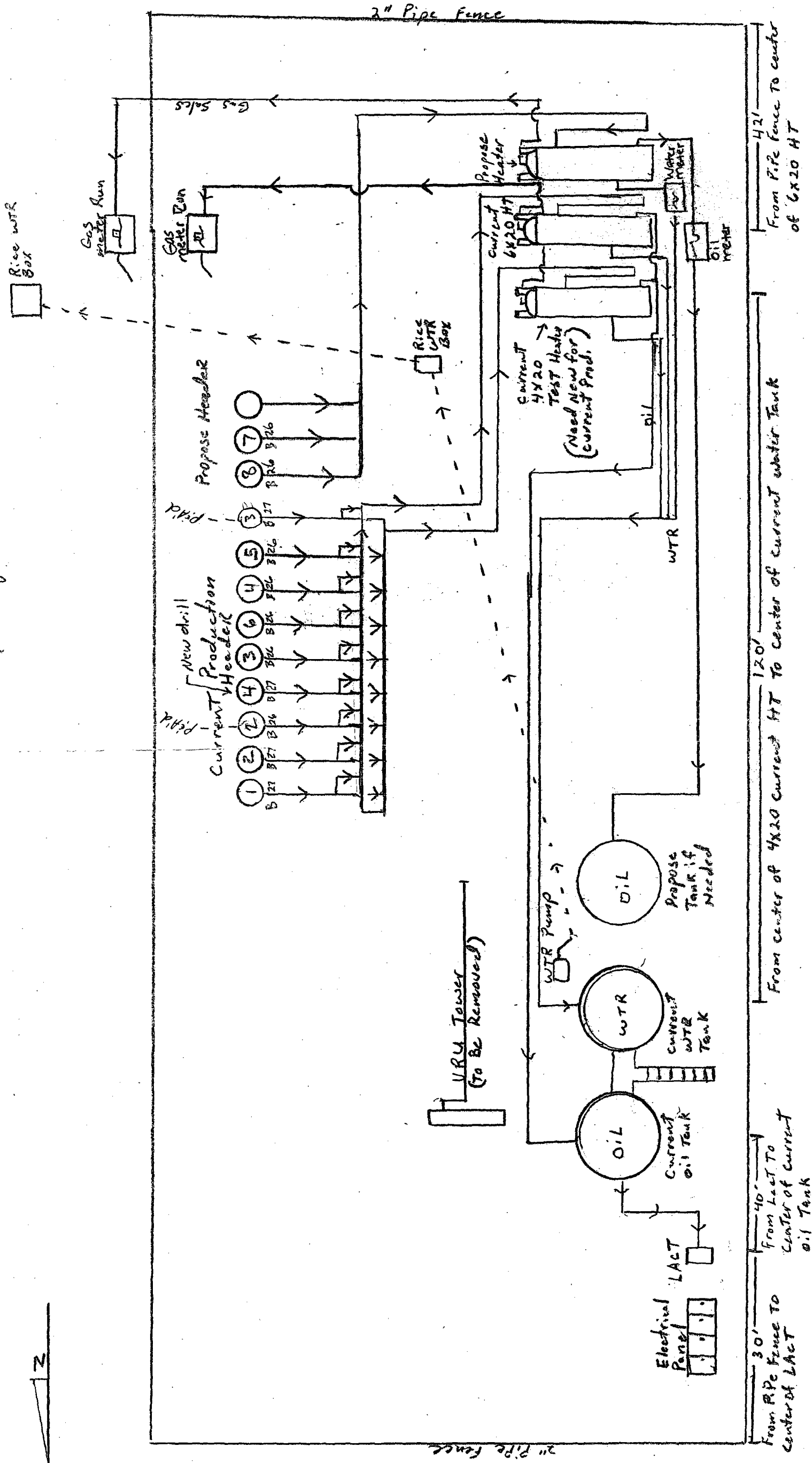
ConocoPhillips

ConocoPhillips
Mid America Business Unit

**JACK B 26 AND 27 LEASE
SURFACE COMINGLE APPLICATION
Lea County, New Mexico**

Author: Yolanda Perez	Date: 09/02/2005
Compiled by: P.C. Guthridge	Scale:
MD File: V48res\report\working\org jack b lease lba nm.mxd	

Jack B-26-27 Battery Propose Plot Plan



*-all Footages are approximations



Yolanda Perez
Sr. Regulatory Specialist
P.O. Box 2197, WL3 6106
Houston, Texas 77252-2197
Tel: 832-486-2329
Fax: 832-486-2764

September 6, 2005

VIA Certified Mail
Jack B 26 & 27 Lease Interest Owners:

RE: Pool/Lease Commingling Application

Dear Interest Owner,

In accordance with Division Rule 303 and Subsection A of 19.15.14.1207 NMAC, you are hereby notified that ConocoPhillips Company intends to surface commingle wells listed on the attached application. If you have any objection, you must file in writing with the Santa Fe office of the New Mexico Oil Conservation Division within 20 days from the date the Division received the application.

If you have any questions, please call me at 832-486-2329 or email me at yolanda.perez@conocophillips.com.

Sincerely,

CONOCOPHILLIPS COMPANY

Yolanda Perez
Sr. Regulatory Analyst
Mid America Business Unit

**Jack B 26 and 27 Lease
List of Interests Owners**

SILVERADO OIL & GAS LLP
PO BOX 52308
TULSA, OK 74152-0308

SPINDLETOP EXPLORATION COMPANY INC
P O BOX 25163
DALLAS, TX 75225

CHEVRON USA INC
PO BOX 730436
DALLAS, TX 75373-0436

MACK EASLEY LIVING TRUST
C/O ROGER EASLEY
1520 BUCK CRT NW
ALBUQUERQUE, NM 87105

LEE DAWS BLOCH
1214 ROSS AVENUE
BATON ROUGE, LA 70808

APACHE CORP
ATTN MARGARET GRANT
[P NPC 840133
DALLAS, TX 75284-0133

APACHE CORPORATION
PO BOX 840133
DALLAS, TX 75284-0133

RICHARD D LATADY JR
115 DURNFORD HILL CT
DAPHNE, AL 36526-4010

JOSEPH L DAWS
645 ROCHELLE DR
NASHVILLE, TN 37220-1954

NANCY P JACK REVOCABLE TRUST
NANCY P JACK TRUSTEE
1311 NW 107TH TERR
GAINESVILLE, FL 32606-5489

VIRGINIA MITCHELL LEE
5347 WOODFORD DR
BIRMINGHAM, AL 35242-4135

FREDERICK D HARBOUR
P O BOX 51
DEKALB, MS 39328-0051

ROBERT P BYRON
& JEANNINE H BYRON
PO BOX 1562
ROSWELL, NM 88202-1562

MISSISSIPPI BAPTIST FDN
ATTN DR H KITCHINGS
PO BOX 530
JACKSON, MS 39205-0530

CAMILLA H LATADY
2317 WASHINGTON AVE
PASCAGOULA, MS 39567-7475

WHITE STAR ENERGY INC
PO BOX 51108
MIDLAND, TX 79710-1108

CHARLES M LATADY
2317 WASHINGTON AVE
PASCAGOULA, MS 39567-7475

SHERRY-NEVADA OIL ROYALTY CO
PO BOX 2552
HOBBS, NM 88241-2552

LORAIN D SIMPSON
312 45TH ST
GULFPORT, MS 39507-4307

CHARLES S MITCHELL JR
7629 E FOOTHILLS
DR S
PARADISE VALLEY, AZ 85253

MINERALS MGT SERVICE
ONSHORE FEDERAL 17555
P O BOX 5810
DENVER, CO 80217-5810

CONOCOPHILLIPS CO
PO BOX 7500
BARTLESVILLE, OK 74005-7500

LEONARD ROSENBAUM
PO BOX 51
DEKALB, MS 39328-0051