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OIL CONSERVA: SANTA FE

DHC 5.7.96 1264

Southern

Rockies

Business

Unit

April 11, 1996

Mr. William J. LeMay, Director New Mexico Oil Conservation Division 2040 S. Pacheco Street P. O. Box 6429 Santa Fe, NM 87505

Application for Exception to Rule 303-C Downhole Commingling Jicarilla Apache 102 #8E Well Unit I Section 3-T26N-R4W Basin Dakota and Blanco Mesaverde Pools Rio Arriba County, New Mexico

Enclosed please find an administrative application form (C-107-A) and attachments for downhole commingling for the captioned well. By copy of this application by certified mail, return receipt requested, Amoco is notifying all offset operators in the formations captioned above as well as all affected interest owners if the ownership of those formations is not common. The Division Director may approve the proposed downhole commingling in the absence of a valid objection from any offset operator or any interest owner in those instances where ownership is not common in the zones to be commingled within 20 days after the receipt of the application if, in his opinion, waste will not result thereby, and correlative rights will not be violated.

Should there be questions concerning this matter, please contact me at (303) 830-5344.

Sincerely

Pamela W. Staley

**Enclosures** 

cc:

Steve Smethie Patty Haefele Wellfile

Proration file

Frank Chavez, Supervisor NMOCD District III 1000 Rio Brazos Road

Aztec, NM 87410

Robert Kent

Bureau of Land Management

435 Montano NE

Albuquerque, NM 87107

## State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107-A New 3-12-96

## OIL CONSERVATION DIVISION

DISTRICT II 811 South First St., Artesia , NM 88210-2835

2040 S. Pacheco Santa Fe, New Mexico 87505-6429 APPROVAL PROCESS:

X Administrative \_\_ Hearing

DISTRICT III

1000 Rio Brazos Rd. Aztec, NM 87410-1693

APPLICATION FOR DOWNHOLE COMMINGLING

EXISTING WELLBORE  $_{\underline{\mathsf{X}}}\,\mathsf{YES}\,\,\underline{\hspace{1em}}\,\mathsf{NO}$ 

Amoco Production Company		P.O. Box 800 Denver, CO 8020	)1
Jicarilla Apache 102	8E	Unit I Section 3-T26N-R4W	Rio Arriba
CORID NO. 000778 Property Code	Well No		County  cing Unit Lease Types: (check 1 or more)  State (and/or) Fee
The following facts are submitted in support of downhole commingling:	Upper Zone	Intermediate Zone	Lower Zone
Pool Name and     Pool Code	BLANCO MESAVERDE 72319		BASIN DAKOTA 71599
Top and Bottom of     Pay Section (Perforations)	5358' - 5594'		7840' - 8026'
Type of production     (Oil or Gas)	GAS		GAS
Method of Production     (Flowing or Artificial Lift)	FLOWING		FLOWING
Bottomhole Pressure     Oil Zones - Artificial Lift:     Estimated Current	(Current) 653 PSI	a.	a. 1058 PSI
Gas & Oil - Flowing:  Measured Current All Gas Zones: Estimated or Measured Original	(Original) 1364 PSI b.	b.	b. 3100 PSI
6. Oil Gravity (* API) or Gas BTU Content	1190 BTU / 63.6 DEG API		1266 BTU / 66.7 DEG API
7. Producing or Shut-In?	PRODUCING		PRODUCING
Production Marginal? (yes or no)	YES		NO
If Shut-In, give data 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:
If Producing, give date and oil/gas/water rates of recent test (within 60 days)	2/96 Date: 75 MCFD Rates: 1.44 BCPD 0.55 BWPD	Date: Rates:	2/96 Date: 250 MCFD 2.36 BCPD 1.61 BWPD
Fixed Percentage Allocation     Formula -% for each zone	Oil: 38 %: Gas 23 %	Oil: Gas %: %	Oil: 62 %: Gas 77 %
9. If allocation formula is based upon something other than current or past production, or is based upon some other method, submit attachments with supporting data and/or explaining method and providing rate projections or other required data.  10. Are all working, overriding, and royalty interests identical in all commingled zones?  If not, have all working, overriding, and royalty interests been notified by certified mail?  Have all offset operators been given written notice of the proposed downhole commingling?  11. Will cross-flow occur? _X_ Yes No   If yes, are fluids compatible, will the formations not be damaged, will any cross-flowed production be recovered, and will the allocation formula be reliableX_Yes No (if No, attach explanation)  12. Are all produced fluids from all commingled zones compatible with each other? X_ Yes No  13. Will the value of production be decreased by commingling? Yes _X_ No (if Yes, attach explanation)  14. If this well is on, or communitized with, state or federal lands, either the Commissioner of Public Lands or the United States Bureau of Land Management has been notified in writing of this application X_ Yes No No JICARILLA APACHE 102  15. NMOCD Reference Cases for Rule 303(D) Exceptions: ORDER NO(S)  16. ATTACHMENTS:  • C-102 for each zone to be commingled showing its spacing unit and acreage dedication.  • Production curve for each zone for at least one year. (if not available, attach explanation.)  • For zones with no production history, estimated production rates and supporting data.  • Data to support allocation method or formula.  • Notification list of all offset operators.  • Notification list of ording, overriding, and royalty interests for uncommon interest cases.  • Any additional statements, data, or documents required to support commingling.			
I hereby certify that the information above is true and complete to the best of my knowledge and belief.			
SIGNATURE SMERT	Staly	TITLE REGULATORY AFFAIRS F	REP DATE 4/11/96
TYPE OR PRINT NAME PAMELA	W. STALEY	TELEPHONE NO. ( 303	

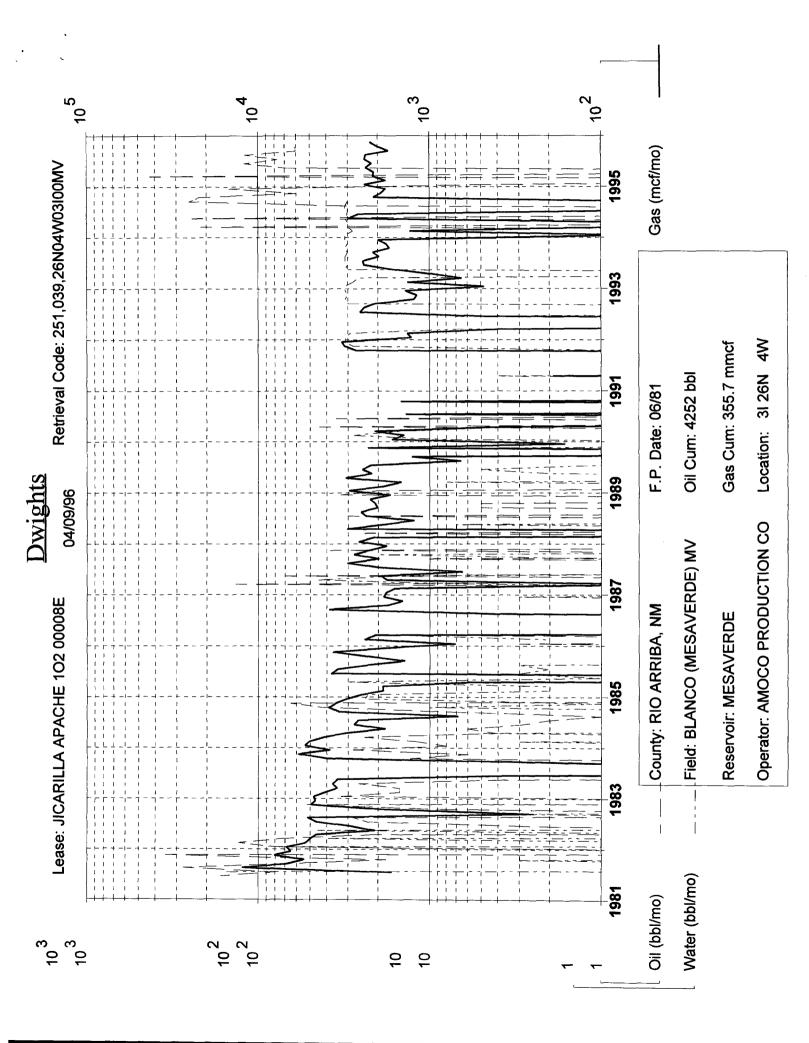
IL CONSERVATION DIVISIO P. O. UOX 2088 STATE OF NEW MEXICO NTA FE; NEW MEXICO 87501 NERGY AND MINERALS DEPARTMENT form C-102 All distances must be from the cuter boundaries of the Section. Well No. Operator JICARILLA APACHE 102 AMOCO Township 26N ΓM Rio Arriba Actual Footage Location of Well: 9110 East leet from the line and feet from the Dedicated Acreage: Ground Level Elev. Producing Formation Basin Dakota/Blanco Mesaverde 320/321.68 6995 Dakota/Mesaverde 1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? If answer is "yes," type of consolidation \_\_\_\_ If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.). No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commismv J CERTIFICATION I hereby certify that the information contoined herein is true and complete to the best of my knowledge and belief. D. H. Shoemaker Position DISTRICT ENGINEER Company AMOCO PRODUCTION COMPANY Sec.

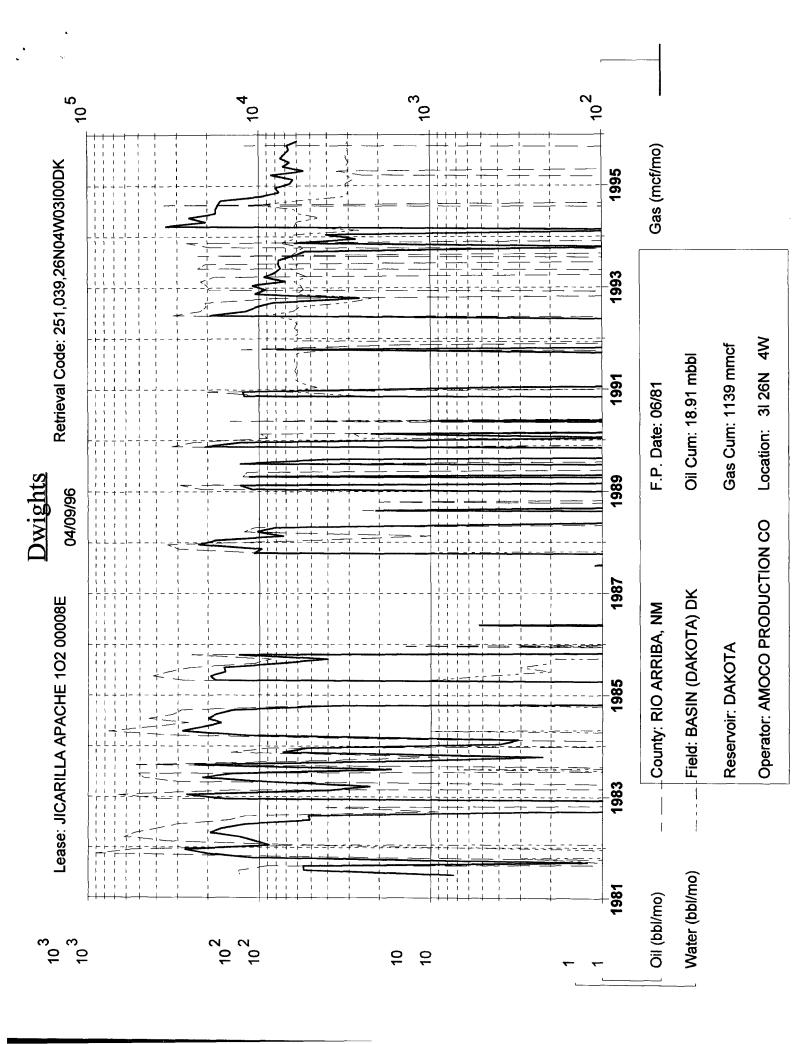
May 26, 1982 I hereby certify that the well location shown on this plot was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief. ADMN 36601 250 1980

450 2040 **2000** 

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91,01





## OFFSET OPERATORS JICARILLA APACHE 102 #8E

Meridian Oil, Inc. P.O. Box 4289 Farmington, NM 87499

Snyder Oil Corp. 1625 Broadway Denver. Co. 80202