AROVE THE LINE FOR DIVISION LIFE THEY

NEW MEXICO OIL CONSERVATION DIVISION

Engineering Bureau 2040 South Pacheco, Santa Fe, NM 87505



| | | 2040 South Pacheco, Santa re, NM 87505 | | | | | |
|------------------|--|--|--|--|--|--|--|
| | ADMINISTRATIVE APPLICATION COVERSHEET | | | | | | |
| n | HIS COVERSHEET IS | MANDATORY FOR ALL ADMINISTRATIVE APPLICATION FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE | | | | | |
| Appl | PC-Poo] | | | | | | |
| [1] | TYPE OF A [A] | PPLICATION - Check Those Which Apply for [A] Location - Spacing Unit - Directional Drilling NSL NSP DD SD | | | | | |
| | Check [B] | COne Only for [B] or [C] Commingling - Storage - Measurement XI DHC | | | | | |
| | [C] | Injection - Disposal - Pressure Increase - Enhanced Oil Recovery WFX PMX SWD IPI EOR PPR | | | | | |
| [2] | NOTIFICAT [A] | TION REQUIRED TO: - Check Those Which Apply, or Does Not Apply 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] | INFORMATI | ION / DATA SUBMITTED IS COMPLETE - Certification | | | | | |
| Regulapprov ORRI | ations of the Oil val is accurate an) is common. <i>L</i> | or personnel under my supervision, have read and complied with all applicable Rules and Conservation Division. Further, I assert that the attached application for administrative ad complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, understand that any omission of data (including API numbers, pool codes, etc.), pertinent equired notification is cause to have the application package returned with no action taken. | | | | | |

Clint Hutchinson
Print or Type Name

Chatosh Hutchindon

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

Reservoir Engr.

3/16/00

Title

DHC 4/6/00



March 16, 2000



New Mexico Oil & Gas Conservation Div. 2040 South Pacheco Santa Fe, NM 87505-6429

Downhole Commingling Allocation Method on the San Juan 30-5 Unit #83M

Dear Sirs:

Phillips is proposing to utilize the subtraction method on the subject well for approximately six months after actual commingling occurs. After the six month period we will convert to the ratio method as indicated in our commingling application. We believe this will be a more accurate method of allocating production considering that the Dakota interval has been producing for several months and that the production will not be stabilized on the Mesaverde for several months.

Dakota Production Forecast

| March 2000 | 6,139 | April 2000 | 5,885 |
|----------------|-------|---------------|-------|
| May 2000 | 6,024 | June 2000 | 5,774 |
| July 2000 | 5,911 | August 2000 | 5,855 |
| September 2000 | 5,613 | October 2000 | 5,746 |
| November 2000 | 5.509 | December 2000 | 5,640 |

For example, if the total volume for June 2000 were 15,500 mcf, then the Dakota would be allocated 5,774 mcf and the Mesaverde 9,726 mcf. And subsequently, the Dakota would be allocated 5,774/15,500 or 37.25% and Mesaverde would be allocated 9,726/15,500 or 62.75%.

Sincerely,

PHILLIPS PETROLEUM COMPANY

Clint Hutchinson Reservoir Engineer

Chaten L. Hethman

CH/pc

cc:

OCD - Aztec

BLM - Farmington

NM Commissioner of Public Lands - Santa Fe

DISTRICT I

P.O. Sez 1980, Hobbs, NM 88241-1980

DISTRICT II

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

TYPE OR PRINT NAME __Clint Hutchinson

DISTRICT_III

E G G J V

State of New Mexico
Energy, Minerals and Natural Resources Department MAR | 7 2000 Form C-107-A
New 3-12-96

APPROVAL PROCESS:

OIL CONSERVATION DIVISION

TELEPHONE NO. (<u>505</u>) <u>599-3423</u>

Santa Fe, New Mexico 87505-8429 CONSERVATION XIVAdministrative Hearing

EXISTING WELLBORE

| 000 Rio Brazos Rd, Aztec, NM 87410-1693 | APPLICATION FOR DOW | /NHOLE COMMINGLING | <u>X</u> YES NO |
|---|---|--|--|
| Phillips Petroleum Comp | any 5525 Hw | y. 64, Farmington, NM | 87401 |
| San Juan 30-5 Unit | | 23, 30N, 5W | Rio Arriba County |
| GRID NO. 017654 Property Cod | 009258 API NO. 30- | 039-26162 Federal 2 | Init Lease Types: (check 1 or more) X , State, (and/or) Fee |
| The following facts are submitted in support of downhole commingling: | Upper Zone | Intermediate Zone | Lower Zone |
| 1. Pool Name and Pool Code | 72319 Blanco Mesaverde | | 71599 Basin Dakota |
| 2. Top and Bottom of Pay Section (Perforations) | | | |
| 3. Type of production (Oil or Gas) | Gas | | Gas |
| 4. Method of Production (Flowing or Artificial Lift) | Flowing | | Flowing |
| 5. Bottomhole Pressure Oil Zones - Artificial Lift: Estimated Current | 1170 (est.) | a . | 1052 |
| Estimated Current Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original | b. (Original) 1294 (est.) | b. | b. 3412 (est.) |
| 6. Oil Gravity (*API) or Gas BTU Content | 1030 | | 990 |
| 7. Producing or Shut-In? | | | Producing |
| Production Marginal? (yes or no) | Yes | | Yes |
| If Shut-In, give date and oil/gas/ water rates of last production | Date: Rates: | Dete: | Date: Rates: |
| Note: For new zones with no production history, applicant shell be required to attach production | | No.005. | nates: |
| If Producing, give date andoil/gas/ water rates of recent test (within 60 days) | Date: estimate Rates: 510 mcfd | Date: Rates: | Date: 1/31/00 Rates: 228 mcfd |
| 8. Fixed Percentage Allocation Formula -% for each zone | ON: Gas: % | OII: Gas: % | Oil: Gas: % |
| If allocation formula is based submit attachments with su | upon something other than cu | rrent or past production, or is t | pased upon some other metho |
| O. Are all working, overriding, a lf not, have all working, ove Have all offset operators bee | | | • |
| 11. Will cross-flow occur? \underline{X} flowed production be recove | Yes No If yes, are fluids red, and will the allocation for | compatible, will the formations mula be reliable. X | not be damaged, will any cro No (If No, attach explanati |
| 2. Are all produced fluids from | all commingled zones compati | ble with each other? | Yes No by DA |
| 3. Will the value of production | | Yes No (If) | res, attach explanation |
| If this well is on, or communuments United States Bureau of Land | nitized with, state or federal lar ad Management has been notifi | nds, either the Commissioner of ied in writing of this application | f Public Lands or the Phil. |
| 15. NMOCD Reference Cases for | r Rule 303(D) Exceptions: | ORDER NO(S)R-10770 | 0 |
| Froduction curve For zones with na Data to support a Notification list of Notification list of | for each zone for at least one of production history, estimated llocation method or formula. It all offset operators. | its spacing unit and acreage d year. (If not available, attach e production rates and supportin Ity interests for uncommon inte required to support comminglin | explanation.) ng data. |
| hereby certify that the informa | | e to the best of my knowledge | and belief. |
| SIGNATURE Chity & Hat | Thusan | | DATE 3/16/00 |

Winder l (4) Hag 1960, Hobba, NA 88241-1960 District II HII South First, Arteria, NAI HH219 District III 1000 Rie Brusse Rd., Astec, NM 87410

District IV

State of New Mexico

Form C-102 Revised October 18, 1994 Instructions on back

OIL CONSERVATION DIVISION ECEIV Submit to Appropriate District Office 2040 South Pacheco BL M

State Lease - 4 Copies

A PESSIO

Santa Fe. NM 87505

Fee Lease - 3 Copies

99 APR -9 AH 10: 27 AMENDED REPORT 2646 South Pacheco, Santa Fe, NM 87505 WELL LOCATION AND ACREAGE DEDICATION PLAT!! All Number 1 Pool Code 71599 Basin Dakota Property Code 009258 ⁴ Property Name * Well Number SAN JUAN 30-5 83M PHILLIPS PETROLEUM COMPANY * Elevation 6551 * OCKID No. 017654 10 Surface Location UL or let me. Feet from the North/South Enc Section Township Range Lot Ida Feet from the East/West line County 230 SW. 14401 NORTH **30N** WEST RIO ARRIB 11 Bottom Hole Location If Different From Surface Township Feet from the North/South line East/West Enc Section Range Let Ide Feet from the UL or lot se. County 12 Dedicated Acres " Joint or Infill " Consolidation Code " Order No. 320 W/2 NSL - 4249 Dated March 31, 1999 NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A YON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION N89 43 E 52781681 17 OPERATOR CERTIFICATION <u> 1440'</u> I hereby certify that the information contained herein is rue and complete to the best of my knowledge and belief SF-078738 2219.76 acres Patsy Clugstor Regulatory Assistant Title March 31, 1999 Date SECTION 23 "SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat 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 belief. <u>03/11/99</u> Date of Survey 83 DK (1480' FSL & 950! FWL) Signature and Scal of Professional Surveyor: N89°50'E 5273 40'

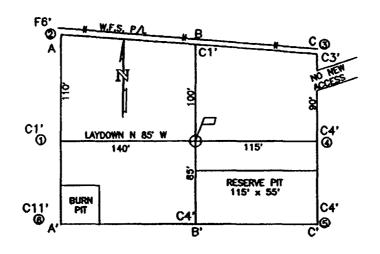
: I shift '84) Hog 1980, Hobbin, NM 88241-1980 District II HII South First, Artesia, NAS 88210 District III tose Rie Bruson Rd., Astec, NM 87410 District IV

State of New Mexico

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe, NM 87505

Form C-102 Revised October 18, 1994 Instructions on back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

| 2040 South Packe | co, Santa F | | , | | | | | | | 1 VWE | ended repor |
|------------------|---------------|---------------|---|----------|--------------------|-------------------------------|----------|---|---|--|---|
| 1, | Al'I Numbe | | ELL LO | CATIO | | REAGE DEDI | CA | TION PL | | · | · · · |
| | · | | | 2319 | | lanco Mesaver | :de | | | | |
| 4 Property 0 | | | | | 1 Propert SAN JUAN | | | * Well Number 83M | | | |
| OCRID: | | | | PHTT | Operato | LEUM COMPANY | | • | | 65 | * Ekvation 51 * |
| 01765 | 41 | | | IMA | | Location | | | | | |
| UL or let no. | Section | Townshi | Range | Lot Ida | Feet from the | North/South line | Fo | et from the | East/West | liae | County |
| C | 23_ | 30N_ | 5W | | 230' | NORTH | 1 | L4401 | WEST | | RIO ARRIBA |
| | | | · 11 Bott | om Ho | le Location | If Different Fr | om | Surface | | | |
| UL or lot no. | Section | Township | | Lot Ida | Feet from the | North/South line | 7 | ct from the | East/West | Eac | County |
| 12 Dedicated Acr | cs Dolat | or Infill | * Consolidation | Code " | Order No. | | .l | | | · | · · · · · · · · · · · · · · · · · · · |
| 320 W/2 | Y | | U | | | | | | | • | |
| NO ALLOWA | BLE WI | | | DARD U | | NUNTIL ALL IN NAPPROVED BY | | E DIVISIO | N | | |
| 16 144 | 0" | 230 | NOY 431 | | 32/8 | | | "OPE | RATOR | CER | TIFICATION |
| | J |) | | | | ÷ | | I hereby certification in the communication of the certification of the | fy that the laft place to the bo | ormation is set of my l | contained herein is nowledge and belief |
| 5280.00 | | SF-07 2219 | .76 acre | ION 23 | | | 5280.00 | Printed Nan Regul Title | Clugst | ssist | cant |
| 3,E | #11 (| 1 | 10' FSL 8 | | FWL | |)3¹E | I hereby cert was plotted fi or under my correct to the Date of Surv | ify that the we rom field note supervision, e : best of my b /11/99 ey | il location s of actua and that th | TIFICATION shown on this plat I surveys made by me e same is true and |
| M00 | | 1 | N89*50*1 | | 5273 | 40' | N00°03'E | Si A | P. BROAD | HURST | urveyer: |
| - | /! | | *************************************** | <u> </u> | 3213 | 140 | | Terry Terry | (C | _ | |



| ELEVATION A | -A' | C/L |
|-------------|------|-------|
| Γ | 6571 | |
| Γ | 6561 | ····· |
| | 6551 | |
| | 6541 | |
| Γ | 6531 | |

| B-B' | C/L | | | | |
|------|-----|--|--|--|--|
| 6571 | | | | | |
| 6561 | | | | | |
| 6551 | | | | | |
| 6541 | | | | | |
| 6531 | | | | | |

| C-C. | C/L |
|------|--|
| 6571 | |
| 6561 | |
| 6551 | Samura di la company di la com |
| 6541 | |
| 6531 | |

COMPANY: PHILLIPS PETROLEUM COMPANY

LEASE: SAN JUAN 30-5 UNIT No.83M

FOOTAGE: 230' FNL, 1440' FWL UNIT C

SEC. 23 TWN. 30-N RNG 05-W N.M.P.M.

COUNTY, RIO ARRIBA STATE, N.M.

ELEVATION: 6551

LATITUDE: <u>36-48-18</u> LONGITUDE: <u>107-19-50</u> 66

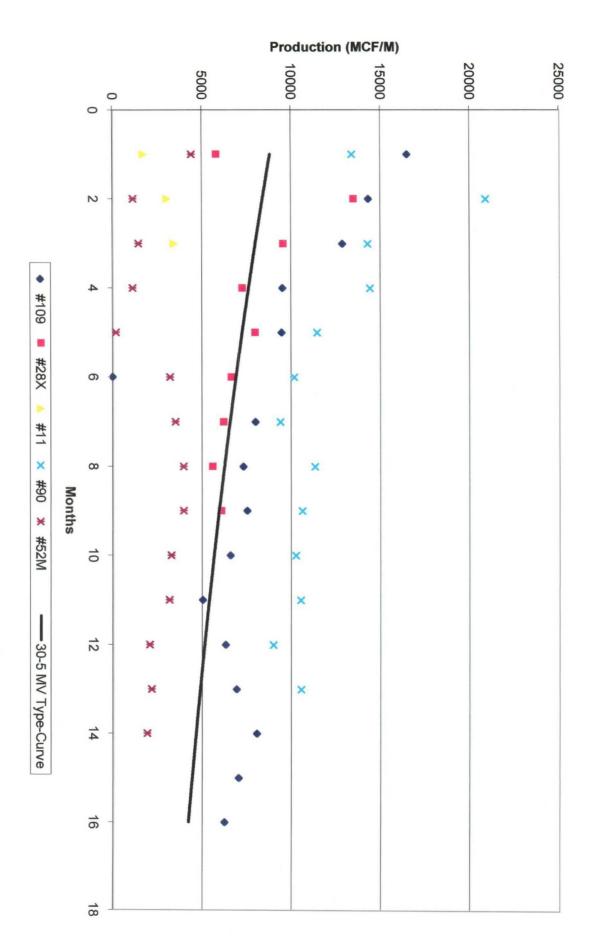
PHILLIPS PETROLEUM COMPANY FARMINGTON, NEW MEXICO

 SURVEYED:
 3/11/99
 REV. BATE:
 APP. BY H.B.

 BRAMM BY:
 T.G.
 BATE BRAWM:
 3/15/99
 FILE MAME:
 PO06101

FIELD SERVICES INC.

P.O. 90X 3651 FARMINGTON, NN 87499 OFFICE: (505)334-0408



Dakota Production Forecast for 30-5 Unit Well #83M

| Year | Month | Gas (MCF) |
|--------|-------|-----------|
| Mar-00 | 1 | 6139 |
| Apr-00 | 2 | 5885 |
| May-00 | 3 | 6024 |
| Jun-00 | 4 | 5774 |
| Jul-00 | 5 | 5911 |
| Aug-00 | 6 | 5855 |
| Sep-00 | 7 | 5613 |
| Oct-00 | 8 | 5746 |
| Nov-00 | 9 | 5509 |
| Dec-00 | 10 | 5640 |
| Jan-01 | 11 | 5588 |
| Feb-01 | 12 | 5002 |
| Mar-01 | 13 | 5489 |
| Apr-01 | 14 | 5263 |
| May-01 | 15 | 5389 |
| Jun-01 | 16 | 5168 |
| Jul-01 | 17 | 5292 |
| Aug-01 | 18 | 5244 |

Initial Rate

199 MCF/D

| PA1=ICE | ADJ FLG DATE * 1999-11 * 1999-12 2000-01 | Y67- lzon lzon een: ee: |
|----------------------------------|--|--|
| PF1=Help PF7=Backward | OIL (BBL) 0.00 0.00 0.00 0.00 | PARPI - WELLZONE PR DAILY AVERAGE F0643 01 Yr: 1999 Mth: 11 (1-Prod, 2-Inj, 3-Both) (T-Total, D-Daily Avg) (M-Monthly, Y-Yearly, C-Cumm) |
| PF3=End PF8=Forward | PRODUCED WATER GAS (MCF) WATER 367 274 228 | ZONE PRODUCTION AVERAGE BY MONTH Ath: 11 Propert 1) Well No Field: C-Cumm) Reserv: |
| | (BBL) 0 1 | 402 083M 422 279 |
| ਸੂ ਰ | - DAYS PROD 29.00 31.00 31.00 | SAN BASI |
| PF10=Next Well PF11=Prev Well | OP ST CL TY 22 11 03 2 31 11 03 2 31 11 03 2 | Date: 3/15/00 User: #W9R JUAN 30-5 DAKOTA N |

PHILLIPS PETROLEUM COMPANY 5525 HWY 64 NBU 3004 FARMINGTON, NEW MEXICO 87401

DATE: MARCH 2, 2000

WELL NAME: SAN JUAN 30-5 # 83M

TYPE TEST: STATIC GRADIENT

FORMATION: DAKOTA

COUNTY: RIO ARRIBA STATE: NEW MEXICO

TOTAL DEPTH: 8029'
PERFS: MID PERFS 7925'

TUBING: 2 3/8" 7945"

CASING SIZE: 4 1/2" TO 8042'

PACKER:

OTHER: 1.81" FN @ 7909'

PRESSURED UP @ 12:20

CASING PRESSURE: 900
TUBING PRESSURE: 630

OIL LEVEL:

WATER LEVEL: 6543'

TEMPERATURE: ELEMENT NO.

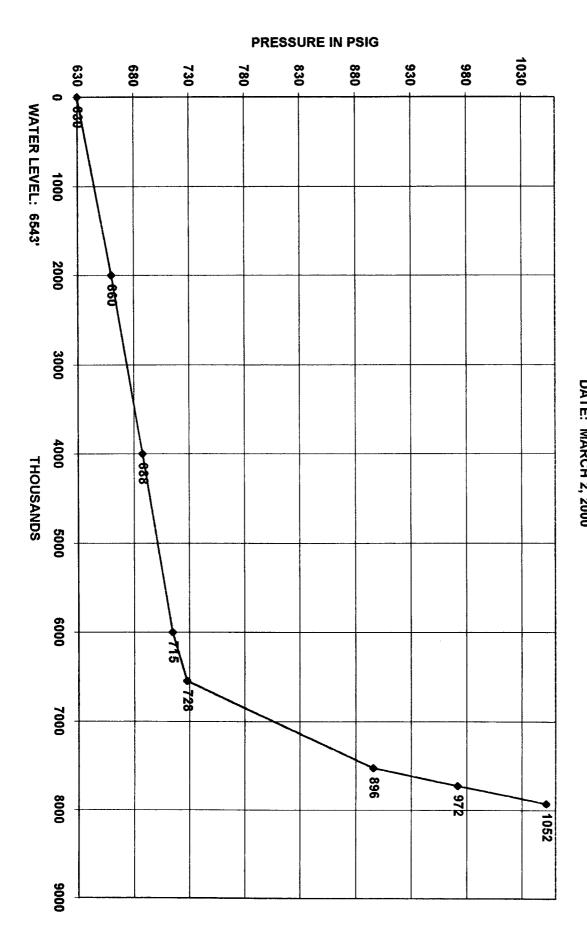
ELEMENT RANGE 0 TO 3000

WELL STATUS: PLUNGER LIFT SYSTEM

| DEPTH IN | PRESSURE | GRADIENT |
|----------|----------|----------|
| FEET | PSIG | PSI/FOOT |
| 0 | 630 | |
| 2000 | 660 | 0.015 |
| 4000 | 688 | 0.014 |
| 6000 | 715 | 0.014 |
| 7525 | 896 | 0.119 |
| 7725 | 972 | 0.380 |
| 7925 | 1052 | 0.400 |
| | | |

TD@

H & H WIRELINE SERVICE INC. P. O. BOX 899 FLORA VISTA, NEW MEXICO 87415 OPERATOR: C. HUGHES UNIT NO. T-11



PHILLIPS PETROLEUM: SAN JUAN 30-5 # 83M DATE: MARCH 2, 2000