

pNRM0223958431

Order Number		API Number		Operator		County	
DI-0014		30- 025-26459		Zia Energy, Inc.		Lea	
Order Date		Well Name		Number		Location	
7-1-00		Grizzell B		003		H 8 22S 37E UL Sec T (+Dir) R (+Dir)	
Pool 1		06660		Blinebry Oil + Gas (Oil)		59% 45% Oil % Gas %	
Pool 2		19190		Drinkard		41% 55%	
Pool 3							
Pool 4							
Comments: Work completed effective <u>7-1-00</u> Work cancelled effective _____ Supplement <u>1029N</u> <u>2-16-01</u> <u>1030N</u>							

8-28-02  
Posted to  
RBTM &  
B

Posted  
B

OIL CONSERVATION DIVISION

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

2040 South Pacheco  
Santa Fe, NM 87505

WELL API NO. 30-025-26457
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name Grizzell 'B'
8. Well No. 3
9. Pool name or Wildcat Blinebry Oil & Gas

SUNDRY NOTICES AND REPORTS ON WELLS  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A  
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"  
(FORM C-101) FOR SUCH PROPOSALS)

1. Type of Well:  
OIL WELL ☒ GAS WELL ☐ OTHER

2. Name of Operator  
Zia Energy, Inc.

3. Address of Operator  
PO Box 2510, Hobbs, NM 88241

4. Well Location  
Unit Letter H | 1830 Feet From The North Line and 510 Feet From The East Line  
Section 8 Township 22S Range 37E NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)  
3425

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:

SUBSEQUENT REPORT OF:

PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
DILL OR ALTER CASING <input type="checkbox"/>		CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: Downhole Commingling <input checked="" type="checkbox"/>		OTHER: <input type="checkbox"/>	

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

Division order establishing pre-approved pool or area: R-11363

Pool Names	Blinebry Oil & Gas (6660)	Drinkard (19190)
Perforated Intervals	5495-5910'	6423-6496
Allocation Method	59% Oil 45% Gas	41% Oil 55% Gas
Previous test	Nov 1999 2.3 Oil 47 Gas	Aug 1993 1.6 Oil 58 Gas

The DHC of Blinebry and Drinkard will not reduce the value of the total remaining production.

Ownership between the pools is identical.

DI DHC Order No. 0014

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

SIGNATURE

Scott Nelson

TITLE

Engineer

DATE 5/25/00

TYPE OR PRINT NAME

Scott Nelson

393-2937

TELEPHONE NO.

(This space for State Use)

ORIGINAL SIGNED BY CHRIS WILLIAMS  
DISTRICT I SUPERVISOR

DATE

MAY 13 2000

APPROVED BY

CONDITIONS OF APPROVAL, IF ANY:

DISTRICT I  
P.O. Box 1980, Hobbs, NM 88240

DISTRICT II  
P.O. Drawer DD, Artesia, NM 88210

DISTRICT III  
1000 Rio Brazos Rd., Aztec, NM 87410

## OIL CONSERVATION DIVISION

2040 South Pacheco  
Santa Fe, NM 87505

WELL API NO.  
30-025-26457

5. Indicate Type of Lease  
STATE ☐ FEE ☒

6. State Oil & Gas Lease No.

SUNDRY NOTICES AND REPORTS ON WELLS  
(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A  
DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT"  
(FORM C-101) FOR SUCH PROPOSALS)

7. Lease Name or Unit Agreement Name

Grizzell B

1. Type of Well  
OIL WELL ☒ GAS WELL ☐ OTHER

2. Name of Operator  
Zia Energy, Inc.

8. Well No.  
3

3. Address of Operator  
PO Box 2510, Hobbs, NM 88241

9. Pool name or Wildcat  
Bliebry O&G/ Drinkard

4 Well Location  
Unit Letter H 1830 Feet From The North Line and 510 Feet From The East Line  
Section 8 Township 22s Rang. 37e NMPM Lea County

10. Elevation (Show whether DF, RKB, RT, GR, etc.)  
3425

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

### NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐  
TEMPORARILY ABANDON ☐ CHANGE PLANS ☐  
PULL OR ALTER CASING ☐

### SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐  
COMMENCE DRILLING OPNS. ☐ PLUG AND ABANDONMENT ☐  
CASING TEST AND CEMENT JOB ☐  
OTHER: Downhole commingle ☒

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

6/29/99 POH with production equipment.  
6/30 RU Foam unit and circulate hole clean  
7/1 Retrieve packer.  
7/5 Clean out paraffin.  
7/6 Run production equipment and return to production

Downhole commingled - Division order R-11363

DI DHC Order No. 0014

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

SIGNATURE Scott Nelson TITLE Engineer DATE 2/6/01

TYPE OR PRINT NAME Scott Nelson 505-393-2937 TELEPHONE NO

(This space for State Use)

APPROVED BY \_\_\_\_\_ TITLE Geologist DATE FEB 08 2001

CONDITIONS OF APPROVAL, IF ANY:

5  
C

2-16-01

DOWNHOLE COMMINGLE CALCULATIONS:

OPERATOR: Zia Energy, Inc.

PROPERTY NAME: Grizzell B

WNULSTR: 3-H, 8-22-37

SECTION I:

ABLI40000 POOL NO. 1 Blinebry Oil & Gas (Oil) ALLOWABLE AMOUNT 107 428 MCF

ADRI30000 POOL NO. 2 Drinkard 142 852 MCF

POOL NO. 3 \_\_\_\_\_ MCF

POOL NO. 4 \_\_\_\_\_ MCF

POOL TOTALS 249 1280

SECTION II:

POOL NO. 1 Blinebry Oil & Gas 59% X 249 = 146.91 (147)

POOL NO. 2 Drinkard 41%

POOL NO. 3 \_\_\_\_\_

POOL NO. 4 \_\_\_\_\_

OIL

GAS

SECTION III:

107 ÷ 59% = 181.36 (182)

SECTION IV:

182 X 59% = 107.38 (107)

SECTION V:

182 X 41% = 74.62 (75)

OIL CONSERVATION DIVISION  
Hobbs, New Mexico 88241

DISTRICT OFFICE

January Thru  
June, 2001

NO. 1029N

SUPPLEMENT TO THE OIL PRORATION SCHEDULE

DATE: 02/16/2001

PURPOSE: ALLOWABLE ASSIGNMENT (NEW WELL) (A-M)

Effective 07/01/2000, the marginal allowables of the

ZIA ENERGY INC,  
GRIZZELL B, 3 - H, 8-22-37,

well for the period covering July through *December* [REDACTED], 2000,  
are hereby assigned in the various pools as follows:

BLINEBRY OIL & GAS (OIL)----- #M107  
DRINKARD----- #M75  
(P-P)  
DI-0014

OIL CONSERVATION DIVISION

*Chris Williams*

DISTRICT SUPERVISOR

CW:nm  
ZIA ENERGY INC

EQU 22507

SRG 20809

DISTRIBUTION: WHITE-OPERATOR, GREEN-TRANSPORTER, CANARY-OCC SANTA FE, PINK-OFFICE COPY, GOLDENROD-EXTRA COPY

OIL CONSERVATION DIVISION  
Hobbs, New Mexico 88241

DISTRICT OFFICE

January Thru  
June, 2001

NO. 1030N

SUPPLEMENT TO THE OIL PRORATION SCHEDULE

DATE: 02/16/2001

PURPOSE: ALLOWABLE ASSIGNMENT (NEW WELL) (A-M)

Effective 01/01/2001, the marginal allowables of the

ZIA ENERGY INC,  
GRIZZELL B, 3 - H, 8-22-37,

well for the period covering January through June, 2001,  
are hereby assigned in the various pools as follows:

BLINEBRY OIL & GAS (OIL)----- #M107  
DRINKARD----- #M75  
(P-P)  
DI-0014

OIL CONSERVATION DIVISION

*Chris Williams*

DISTRICT SUPERVISOR

CW:nm  
ZIA ENERGY INC

EQU 22507

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