

Midland Division
Exploration and Production

Conoco Inc. 10 Desta Drive West Midland, TX 79705-9982 (915) 686-5490 SEP LA DIVISION Ed

VED

87 8 29

September 5, 1990

Mr. William LeMay State of New Mexico New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87504-2088

Dear Mr. LeMay:

Request For Approval Of Surface Commingling and Off-Lease Storage of the North Dagger Draw Upper Pennsylvanian Production from the Dagger Draw No. 9, NW/4, Section 30, T-19S, R-25E, Eddy County, New Mexico

Conoco Inc. requests an additional amendment to the Amended Commingling Order CTB-332, dated January 6, 1988 (copy attached), by including the proposed Dagger Draw No. 9, Unit E, NW/4 Section 30, T-19S, R-25E, Eddy County, New Mexico. This well will be completed in the North Dagger Draw Upper Pennsylvania Pool.

Although the subject well is not completed at this time, it is anticipated that the quality of the crude will be identical to other surrounding wells completed in the North Dagger Draw Pool and that surface commingling will not reduce its commercial value. The production from each lease will be metered separately at the battery using positive displacement, temperature compensated oil meters and temperature compensated gas meters.

Additionally, Conoco requests approval for off-lease storage for production from the Dagger Draw No. 9. The battery to be used for this proposed surface commingling and storage is located at the Dagger Draw No. 4 well, Unit L, Section 19, T-19S, R-25E.

A lease plat and battery schematic, showing the addition of this new well are attached. All interest owners of the Dagger Draw No. 9 have been notified as per the attached letter and interest owner listing. Proof of notification will be forwarded to you when the registered mail receipts have been returned. To promote continued timely development of the North Dagger Draw Field, your early consideration of these requests would be appreciated.

Should you have any questions concerning this matter, please contact Jerry Hoover at (915) 686-6548.

Yours very truly,

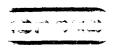
Brent D. Meyers

Division Operations Manager

cc: Bureau of Land Management

P.O. Box 1778

Carlsbad, NM 88220



Midland Division
Exploration and Production

Conoco Inc. 10 Desta Drive West Midland, TX 79705-9982 (915) 686-5400

September 5, 1990

Mr. Richard L. Manus Bureau of Land Management P.O. Box 1778 Carlsbad, NM 88220

Dear Mr. Manus:

Application for Approval of Surface Commingling and Off-Lease Storage of Production from the Dagger Draw No. 9, to be located in Unit E, Sec. 19, T-19S, R-25E, Eddy County, New Mexico

By the attached copy of our application to the New Mexico Oil Conservation Division, we are requesting your approval of our proposed amendment to the subject commingling order.

The BLM approved the last amendment of the NMOCD commingling order CTB-332 on April 6, 1988 as shown by the attached copy.

If you have any questions, please contact Jerry Hoover at (915) 686-6548.

Yours very truly,

Brent D. Mevers

Division Operations Manager

JWH/tm

cc: NMOCD, Santa Fe

OL SOLES SADIVISION

Midland Division
Exploration and Production

'90 SEP 24 AM 9 44

Conoco Inc. 10 Desta Drive West Midland, TX 79705-4514 (915) 686-5400

September 19, 1990

Mr. William LeMay New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87504-2088

Dear Mr. LeMay:

Proof of Notice to Dagger Draw No. 9
Interest Owners of Intent to Commingle
and Store Production Off-Lease at the
Dagger Draw No. 4 Battery,
Unit L, Section 19, T-19S, R-25E
Eddy County, New Mexico

Conoco's September 5, 1990 application for surface commingling and off-lease storage of the North Dagger Draw Upper Pennsylvanian production from the Dagger Draw No. 9 well stated that all interest owners in the Dagger Draw NO. 9 had been notified by certified mail of this application. Attached is a (a) copy of the letter they received, (b) a list of the interest owners, and (c) a copy of the certified mail receipts.

Your timely consideration and approval of this application will be appreciated so that there will be no delay in establishing production when the drilling of this well is completed. Should you have any further questions concerning this matter, please contact Jerry Hoover at (915) 686-6548.

Yours very truly,

Brent D. Meyers

Division Operations Manager

JWH/tm



Midland Division
Exploration and Production

Conoco Inc. 10 Desta Drive West Midland, TX 79705-9982 (915) 686-5400

September 4, 1990

Dear Interest Owner:

Conoco is requesting your approval for off-lease storage and surface commingling of production from our proposed Dagger Draw Well No. 9 to be located at 1980' FNL and 660' FWL in Section 30, T-19S, R-25E, Eddy County, New Mexico.

The purpose of this off-lease storage and surface commingling is to reduce operating costs for storage and treating and thereby extend the economic life of this well. Without approval for utilizing the already existing battery facilities on an adjacent lease, separate facilities would have to be constructed just for this one well. This would increase operating costs and shorten the economic life of the well.

Because interests for the proposed well are different from the those for the lease where the proposed storage facilities are located, oil from the Dagger Draw No. 9 will be measured by positive displacement, temperature compensated, metering equipment prior to surface commingling. Gas from the well will also be metered separately. This metering will ensure that all production from the Dagger Draw No. 9 is equitably accounted for with no significant effect on your revenue.

We would appreciate your returning an approved copy of this letter to us by September 25, 1990 in the enclosed postage paid envelope. If we do not hear from you by that date, we will assume that you have no objections to our proposal and will request approval from the Bureau of Land Management and the New Mexico Oil Conservation Division for this proposed off-lease storage and surface commingling.

Yours very truly,

Brent D. Meyers

Division Operations Manager

JWH/tm

APPROVED BY:	DATE:

Cathie Cone Auvenshine P.O. Box 658 Dripping Springs, TX 786200658 R. E. Chambers 2413 Clayton Lane Wichita Falls, TX 76308 OXY USA Inc. P.O. Box 845541 Dallas, TX 752845541

Clifford Cone P.O. Box 6010 Lubbock, TX 794936010 Kathleen Cone P.O. Box 1509 Lovington, NM 88260 Kenneth G. Cone P.O. Box 11310 Midland, TX 79702

Tom R. Cone P.O. 778 Jay, OK 74346 Hettie Jewel Page 407 Tierra Berrenda Roswell, NM 88201 Dekalb Energy Company Department 155 Denver, CO 802910155

Esther Fell Ellis 227 Beechwood Rd. New Wilmington, PA 16142 Ann F. Freeman P.O. Box 4143 Wichita Falls, TX 76308 Midland American Bank A/C W.T. Probandt P.O. Box 11156 Midland, TX 79702

Hanson-McBride Petro Co. P.O. Box 1515 Roswell, NM 882021515 William H. Aspden 1595 S. Wasatch Dr. Salt Lake City, UT 84108 R.R. Hinkle Co. 1213 W. 3rd St. Roswell, NM 88201

John & Jean Gates S.
Trustees of John W. & Jean M.
Gates Rev. Trust
706 W. Grand
Artesia, NM 88210

Marilyn Cone, Trustee of D.C. Trust P.O. Box 64244 Lubbock, TX 79464 Marathon Oil Company P.O. Box 88322 Dallas, TX 75388

Jack W. McCaw Box 127 Artesia, NM 882110127 Virginia Fell McComb 403 Euclio Leesburg, FL 32748 Frances Fell McElrath 85 Baldwin Rd. Manchester, CT 06040

James H. McGivney 234 Abbey Rd. Manhasset, NY 110302746 John C. McGivney 14 Stratford Ct. Staten Island, NY 10314 McQuiddy Communications & Energy Inc. P.O. Box 2072 Roswell, NM 88201

Nancy Joy Parsons 3814 Nassau Dr. Midland, TX 79707 Jack W. McCaw P.O. Box 127 Artesia, NM 882110127 Yates Petroleum Corp. 105 S. 4th St. Artesia, NM 88210

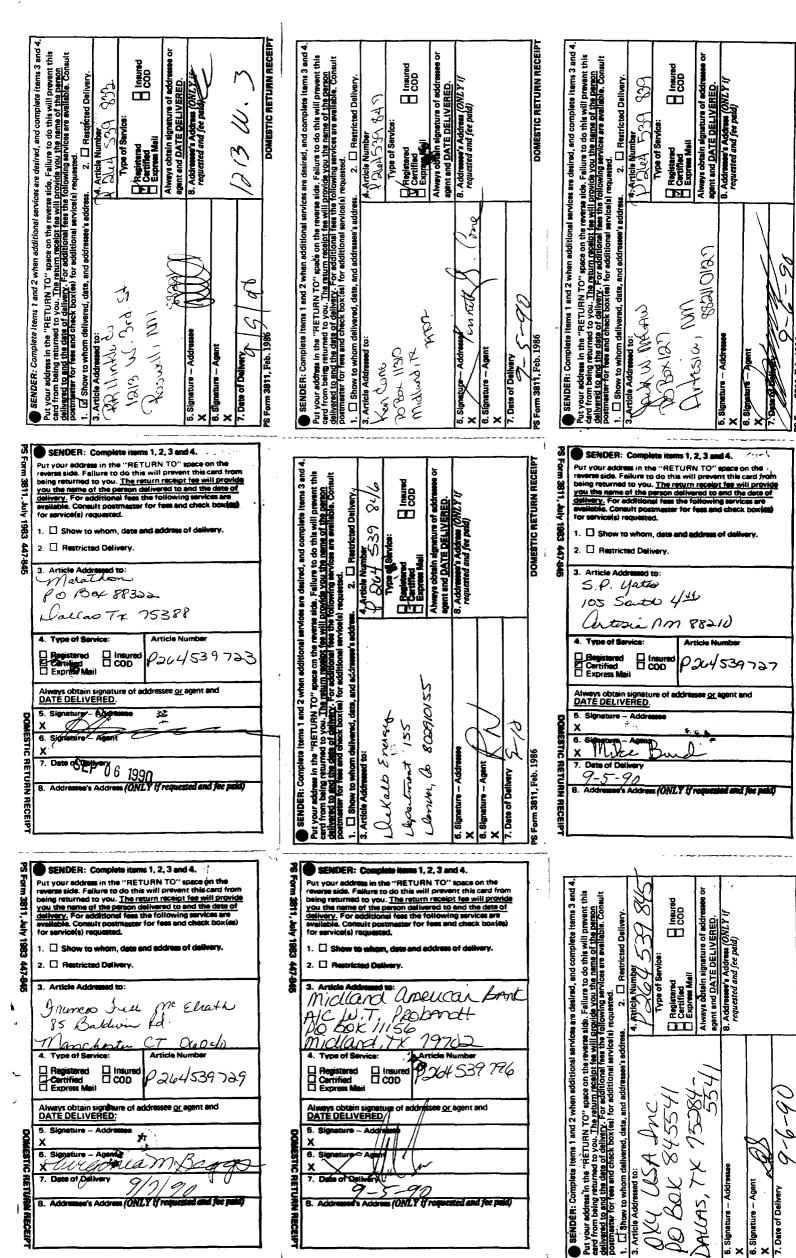
Harvey E. Yates P.O. Box 1933 Roswell, NM 88201 S. P. Yates 105 South 4th St. Artesia, NM 88210

Minerals Mgt. Service Onshore Federal #17555 P.O. Box 5810 Denver, CO 80217

SENDER: Complete items 1, 2, 3 and 4 Put your address in the "RETURN TO: space on the reverse side. Failure to do this will prevent this 2ard frobeing returned to you. The return receipt fee will provide you the name of the person delivered to ano the acte of delivery. For additional fees the following services are available. Consult postmaster for fees and check boxies: tor service(s) requested. DOMESTIC RETURN RECEIP DOMESTIC RETURN RECEIP SENDER: Complete Items 1 and 2 when additional services are desired, and complete Items 3 and 4 SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and Always obtain signature of addressee or Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this send from being returned to you. The greturn receipt fea will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consuit postmaster for fees and check box(es) for additional service(s) requested. ss. or the "RETLIAN TO" space on the reverse side. Failure to do this will prevent this greturned to you. The return recept fee will provide you the name of the person of the date of delivery. For additional fees the following services are available. Consulters and check bookfeel for additional services is requested. Always obtain signature of addressee or Insured Insured COD 3811, July 1983 447-845 8. Addressee's Address (ONLY transquested and fee paid: 2.

Restricted Delivery. Restricted Delivery 8. Addressee's Address (ONLY) requested and fee paid) agent and DATE DELIVERED agent and DATE DELIVERED 4. Article Number Type of Service: Type of Service: Restricted Delivery Begistered Certified Express Mail 4. Article Number Registered
Certified
Express Mail Article Addressed to 1,000 1. [] Show to whom delivered, date, and addressee's address. 1. Show to whom delivered, date, and addresses's address. Registered Insured Confusion Mail 1. Always obtain signature of addressee o_ agent and DATE DELIVERED Put your address on the "RETURN TO" card from being returned to you. The ret delivered to and the date of delivery. For postmaster for fees and check box (as) for + 1000 Signature - Addre DOMESTIC RETURN RECEIPT 000 162 6. X] Z Tombone Margaet Addressee Addressee Form 3811, Feb 1986 PS Form 3811, Feb. 1986 0 3. Article Addressed to: 1961)4 Date of Delivery 7. Date of Delivery 3. Article Addressor . Date of Delivery Be's Address (ONLY if requested and fee paid 6. Signature Signature Signature SENDER: Complete items 1, 2, 3 and 4. PS Form 3811, July 1983 447-845 SENDER: Complete items 1, 2, 3 and 4. Put your address in the "RETURN TC" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivited to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check boxies for service(s) requested. DOMESTIC RETURN RECEIPT SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and $4\cdot |$ Always obtain signature of addressee or agent an DATE DELIVERED. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services tre evailable. Consult postmaster for fees and check box(is) for additional service(s) requested. Insured 3811, July 1983 8. Addrasse's Address (ONL) it requested and fee paid. 2. [] Restricted Dalivery 8 Show to whom, date and addre 264 539 Type of Service 447 2 E Restricted Delivery. 2 Restricted Delivery. Registered
Certiffed
Express Mail 4. Article Number Article Addressed to 3 Article Addressed to nsem. Allipide Felio AILLES H 11m & Baca 15:5 1. Show to whom delivered, date, and addressee's address. $\hat{\chi}(r)\hat{\chi}(r)$ Type of Service 4 Type of Service Article Number Article Number Registered Insured COD Express Maii 1 ☐ Insured ☐ Registered
☐ Certified
☐ Express Mail P 264 559 Always obtain signature of addressee <u>or</u> agent and <u>DATE DELIVERED</u> Always obtain signature of addressee or agent and DATE DELIVERED.

5 Signature - Addresse X 5 Signature - Addresse X DOMESTIC RETURN RECEIPT **DOMESTIC RETURN RECEIPT** 6 X 7 6. X 1 Coffee Carlo 4) 1 R. 4x Colle ~: PS Form 3811, Feb. 1986 3. Article Addressed to: Date of Delivery .90 7. Date of Delivery **©** Address (ONLY if requested and fee paid SENDER: Complete items 1 2, 3 and 4. Form Put your address in the "RETUPN" of space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested: (4) Plate 1.1. Spin on the inverse contribution of decense on present the contribution of the properties of the contribution of the properties of the contribution of the properties of the p SENDER: complete items 1 and 2 when additional services are desired, and complete items 3 and 4 DOMESTIC RETURN RECEIPT Put your address in the "RETUHN TO" space on the reverse side. Failure to do this will prevent this acad from being returned to you. The grunn recept free will provide you the name of the person delivered to and the date of delivery. For additional fer site following services are available. Consult postmaster for fees and check lookies for additional services is requested. Mways obtain signature of addressmin agent and DATE DELIVERED 3811, July 1983 447-845 Pagent to Children.
 Area Children. Kathricki i s Kathrise in 140 Funini i na ni na 144 Thistarr () ; [] Restricted Delivery 8. Addressee's Address (O.V.) V Charge BR 14 And 1 and 1 Show to whom date and address of delin 155 400 1 Site of Binder Type of Service C Restricted Delivery \$ 300 to 600 1 4. Article Number Registered Certified Express Mail # 20 October 1 Segastine : . Show to whom delivered, Jate, and addressee studiess. Type of Service: Registered Certified Express Mail ☐ In**s**ured Always obtain signature of addressee 2_agent and DATE DELIVERED 5 X Signature _ Addre DOMESTIC RETURN RECEIPT Pur your address, it is to be place of a series of a series of the serie 6. Signature - Agen Deep प्रभागवी निक् Signature - Aridrossee Date of Delivery PS Form 3811, Feb. 1986 3. Article Addressed to .00 Addressee's Address (ONLY if requested and fee paid 3211 Signature



_

everse side. Failure to do this will prevent this ewill provide you the name of the person es the following services are available. Consult rivice(s) requested.
rvice(s) requested.
address. 2. Restricted Delivery.
Article Number 261 529 942
Type of Service:
Registered Insured
☐ Express Mail
Always obtain signature of addressee or agent and DATE DELIVERED.
8. Addressee's Address (ONLY if
requested and fee paid)
\neg
DOMESTIC RETURN RECEIPT
nal services are desired, and complete items 3 and 4
e reverse side. Failure to do this will prevent this
fee will provide you the name of the person fees the following services are available. Consult service(s) requested.
y's address. 2. Restricted Delivery.
4. Article Number //
P 264 539 844
Type of Service:
Certified COD
Always obtain signature of addresses or
agent and DATE DELIVERED.
8. Addressee's Address (ONLY if requested and fee paid)
DOMESTIC RETURN RE
ms 1, 2, 3 and 4.
TURN TO" space on the
is will prevent this card from sturn receipt fee will provide
the following services are
rfor fees and check box(es)
and address of delivery.

Sulce
C#1755S
3000
802/7
ł
h
1 367 234 JOG
ddressee or agent and
MESSENGER
MESSENGER OX 6954
MESSENGER OX 6954 - CO 80206 TAKS MGT. SERVICE
MESSENGER OX 6954