



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

November 30, 1994

BRUCE KING
GOVERNOR

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

DEC 05 1994

Campbell, Carr, Berge & Sheridan, P. A.
Attn: William F. Carr
P. O. Box 2208
Santa Fe, New Mexico 87504-2208

Re: Application of Enron Oil & Gas Company for Downhole Commingling of production from the Wolfcamp and Bone Spring formations in the Bass Enterprises Production Company James Ranch Unit Well No. 71 (API No. 30-015-27927), located 330'FNL and 660'FEL (Unit A) of Section 36, Township 22 South, Range 30 East, NMPM, Eddy County, New Mexico.

Dear Mr. Carr:

Reference is made to the subject application to have been set for hearing on December 17, 1994. An initial review of this request indicates the well directly offsets the Los Medanos-Wolfcamp Gas Pool to the north in Section 25, Township 22 South, Range 30 East, NMPM, Eddy County, New Mexico. Your application indicated the Wolfcamp to be an oil producing interval.

Additional information will be required before this matter will be set for hearing. What 320-acre unit will be dedicated to the Wolfcamp interval and the unorthodox gas well location would require approval before the well could produce from the Wolfcamp zone. Your application should include such a provision.

Should you have any further questions or comments concerning this matter, please contact me at (505) 827-8185. Thank you.

Sincerely,

Michael E. Stogner
Chief Hearing Officer/Engineer

cc: Oil Conservation Division - Artesia