

Submit 1 Copy To Appropriate District
Office
District I
1625 N. French Dr., Hobbs, NM 88240
District II
1301 W. Grand Ave., Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources

Form C-103
October 13, 2009

OIL CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, NM 87505

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.)		WELL API NO. 30-039-05914
1. Type of Well: Oil Well <input type="checkbox"/> Gas Well <input checked="" type="checkbox"/> Other		5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input type="checkbox"/> FED.
2. Name of Operator Kimbell Oil of TX		6. State Oil & Gas Lease No. FEDERAL LEASE
3. Address of Operator		7. Lease Name or Unit Agreement Name SALAZAR FEDERAL
4. Well Location Unit Letter J : 1450 feet from the SOUTH line and 1450 feet from the EAST line Section 22 Township 25N Range 6W NMPM County RIO ARriba		8. Well Number 1
11. Elevation (Show whether DR, RKB, RT, GR, etc.) G.L. 6641'		9. OGRID Number 12683
		10. Pool name or Wildcat So. BLANCO PC & Otero Chacra

12. 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 ☐ MULTIPLE COMPL ☐
DOWNHOLE COMMINGLE ☒

OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐
COMMENCE DRILLING OPNS. ☐ P AND A ☐
CASING/CEMENT JOB ☐ **RCVD AUG 20 '10**
OIL CONS. DIV.
DIST. 3

OTHER: ☐

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 19.15.7.14 NMAC. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

Propose to commingle (downhole) production from So. Blanco PC perforations @ 2568' - 2576' (Pool No. 72439) AND Otero Chacra perforations @ 3416' - 3528' (Pool No. 82329).

**** See Attachment for data AND information required pursuant to NM OCD Rule 19.15.12.11.C.2. a-g. ****

Spud Date:

Rig Release Date:

APC 3473 AZ

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

SIGNATURE

J.M. Stickland

TITLE

Ops. Mgr.

DATE

8/18/2010

Type or print name
For State Use Only

J.M. Stickland

E-mail address:

jms@kimbell.com

PHONE:

(817) 335-2593

**Deputy Oil & Gas Inspector,
District #3**

APPROVED BY:

James Hagan

TITLE

DATE

SEP 14 2010

Conditions of Approval (if any)

AZ

Attachment to C-103
"Application to downhole commingle zones in Salazar Federal #1 Well"

Unit J, Section 22, T25N, R6W
Rio Arriba County, New Mexico

Data & Info. required for application pursuant to NM OCD Rule 19.15.12.11.C.2.a-g:

- a. NM OCD Order No. R-11363; NMOCD reference case No. 12346
- b. Pools to be commingled: So. Blanco PC (72439) & Otero Chacra (82329)
- c. Perforated intervals: PC @ 2568'-2576' & Chacra @ 3416'-3528'
- d. Allocation to be based on 12/2009 production of each zone: (1) PC = 0BO/11.77MCF/0BW ; (2) Chacra = 0BO/9.61MCF/0BW; Fixed allocation will be 55.1% oil/gas/water to PC; and 44.9% oil/gas/water to Chacra.
- e. Statement of commingling: "commingling of these two intervals within this single well bore will not reduce the total remaining production's value".
- f. "Ownership and interests in these two (2) pools in this wellbore are identical."
- g. "This is a Federal lease, and written notification for this downhole commingling has also been made to the BLM on federal Form No. 3160-5, Sundry Notices".

Signed: _____

Title: _____

Dated: _____