DISTLICE 1 - (202) 242-0101

NEW WEXICO **Energy Minerals and Natural Resources Department**

FULIII C-140

Originated 11/1/95

Hobbs, NM 88241-1980

District II - (505) 748-1283

311 S. First Artesia, NM 88210

PO Box 1980

District III - (505) 334-6178 1000 Rio Brazos Road Aztec, NM 87410

2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

Oil Conservation Division

Submit Original Plus 2 Copies to appropriate District Office

APPLICATION FOR QUALIFICATION OF WELL WORKOVER PROJECT AND CERTIFICATION OF APPROVAL

THREE COPIES OF THIS APPLICATION AND ALL ATTACHMENTS MUST BE FILED WITH THE APPROPRIATE DISTRICT OFFICE OF THE CONSERVATION DIVISION.

I.	Operat	or:	Texaco Explo	oration & Prod	uction Inc	OGRID #:	131994	
	Addres	ss:	3300 N. Butle	r, Ste. 100, Fa	rmington, New Mex	ico 87401		
	Contac	ct Party:	Mark R	einhold	Phone #:	(505) 325-4	397 ex. 19	
II.	Location	on of Wel	l: Unit Letter:_	F , 1980 feet	#24 from the <u>North</u> linge <u>5W</u> , NMPM	ne and <u>1980</u> f	eet from the W	estline,
III.								
IV.	Attach	a descrip	tion of the Wor	kover Procedu	res undertaken to in	crease the projecti	on from the Well	
V.	table s	howing m	onthly oil and/o	or gas Project	ne Well (a production Production) based on duction based on we	n at least twelve (1	2) months of esta	blished
VI.	Pool(s)	on whicl	h Production Pr	ojection is bas	ed:	Ote	ero Gallup	
VII.		OAVIT:	New Mexico	,				
			San Juan) ss.)			(i);	APR = 2 188
		Rached	l Hindi		, being first	duly sworn , upon		
	1.	I am th	e Operator or a	uthorized repre	esentative of the Ope	erator of the above	referenced Well.	
	2.	availab			diligent search of the evant to the product			sonably
	3.			orojection was	ta used to prepare the prepared using sound the Name)		eering principles	
				-	Senior Engi	neer - Farmington	Operating Unit	

SUBS	CRIBED	O AND SWORN TO before me this day of Apri 1976.	
		Notary Public	
	Му Со	ommission expires: 1-1-200	
	FOR C	OIL CONSERVATION DIVISION USE ONLY:	
	VIII.	CERTIFICATION OF APPROVAL:	
		This Application for Qualification of Well Workover Project is hereby approved and the above referenced Well is designated as a Well Workover Project pursuant to the "Natural Gas and Crude Oil Production Incentive Act" (Laws 1995, Chapter 15, Sections 1 through 8). The Oil Conservation Division hereby verifies the Production projection the Well Workover Project attached to this application. By copy of this Application and Certification of Approval, the D notifies the Secretary of the Taxation and Revenue Department of this Approval and certifies that this Well Workover Prohas been completed as of 12/2 19/25	.::.
		3)5	
		District Supervisor, District Oil Conservation Division	
		Date: 4/24/96	
	IX.	DATE OF NOTIFICATION TO THE SECRETARY OF THE TAXATION AND REVENUE DEPARTMENT. DATE:	

Form 3160-5 (June 1990)

APPROVED

CONDITIONS OF APPROVAL, IF ANY:

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED Budget Bureau No. 1004-0135

Expires: March 31, 1993

	S AND REPORTS ON WELLS	5. Lease Designation and Serial No. JIC 34
	drill or to deepen or reentry to a different reservoir. FOR PERMIT —" for such proposals	6. If Indian, Alottee or Tribe Name JICARILLA
SUBM	AIT IN TRIPLICATE	7. If Unit or CA, Agreement Designation
1. Type of Well: OIL GAS WELL	OTHER	8. Well Name and Number JICARILLA C
Name of Operator FOUR STAR OIL A	AND GAS COMPANY	24
3. Address and Telephone No. 3300 N. Butler Ave., Suite 10	D Farmington NM 87401 325-4397	9. API Well No.
4. Location of Well (Footage, Sec., T., R., M., or Su	rvey Description)	3003905826
Unit Letter F : 1980 Feet From T	he NORTH Line and 1980 Feet From The	10. Field and Pool, Exploratory Area OTERO GALLUP (GAS)
WEST Line Section 27	Township T25N Range R05W	11. County or Parish, State RIO ARRIBA , NM
12. Check Appropriate	Box(s) To Indicate Nature of Notice, R	eport, or Other Data
TYPE OF SUBMISSION	Т	YPE OF ACTION
Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing OTHER:	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log Form.)
FOLLOWED: 12/04/95. MIRUSU. POOH WITH PRODUC	THE OTERO GALLUP ZONE IN THE SUBJECT WELL CT:ON EQUIPMENT. RIH WITH TBG AND SIT. TA /ITH 2-3/8" WITH SN @ 6194'. RU AND SWABBED. N.	
14. I hereby certify that the foregoing is true and correct SIGNATURE TYPE OR PRINT NAME Ted A.	TITLE Operating Unit Manager	DATE 3/19/96
(This space for Federal or State office use)		

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

DATE

TITLE

Discussion of Proposed Base Production Forecast Jicarilla C #24

We request that all production allocated to the Otero Gallup pool receive the workover incentive tax rate. Therefore, the proposed based production forecast is zero and all Gallup production will be considered an incremental increase due to the workover. In December of 1995, we re-entered the Otero Gallup interval and downhole commingled with 31 MCFD of existing Chacra production (Chacra decline curve attached) under admininstative order DHC-1120 (copy attached). In 1964, the Otero Gallup completion in the subject well was plugged back and recompleted in the Otero Chacra gas pool. Prior to the plug back, the Gallup was producing 3 BOPD and 55 MCFD (Gallup decline curve attached).



STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

ADMINISTRATIVE ORDER DHC-1120

APR 1 2 1995

Texaco Exploration & Production, Inc. 3300 North Butler Avenue Farmington, New Mexico 87401

Attention: Ted A. Tipton

Jicarilla 'C' Well No.24

Unit F, Section 27, Township 25 North, Range 5 West, N

Rio Arriba County, New Mexico.

Otero Chacra and Otero Gallup Pools

Dear Mr. Tipton:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations to permit the subject well to commingle production from both pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303-C, and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the two zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303-C-4., total commingled oil production from the subject well shall not exceed 20 barrels per day, and total water production shall not exceed 40 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Otero Chacra Pool	Oil	0 %	Gas	33 %
Otero Gallup Pool	Oil	100 %	Gas	67 %

FURTHER: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 7th day of April, 1995.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

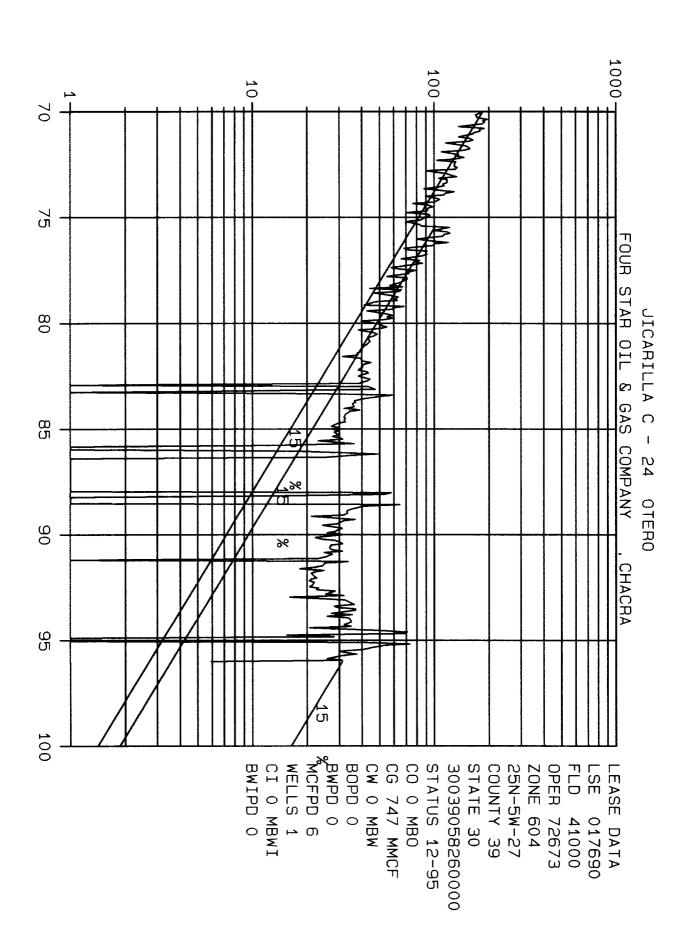
WILLIAM J. LEMAY

Director

SEAL

WJL/BES

cc: Oil Conservation Division - Aztec



Production Projection

Well Name & #:	Jicarilla C #24	C#24	Current Oil Prod. Rate (BOPD):	0
Producing Formation:	Otero Gallup & Otero Chacra (DHC)	ero Chacra (DHC)	Oil Decline Factor:	1
Oil Decline Rate (%):	0		Current Gas Prod. Rate (MCFGD):	31
Gas Decline Rate (%):	15	51		
1	Dec-90	733	Gas Decille Factor:	0.986548054
Month	Projected Oil <u>Production</u>	Projected Gas <u>Production</u>	Projected Cumulative <u>Oil Production</u>	Projected Cumulative Gas Production
Dec-95	0	942	0	942
Jan-96	0	930	0	1872
Mar on	0 0	917	0	2789
Apr-96	-	803	o C	3694
May-96	0 (881	>	5468
Jun-96	0	869	0 (6336
Jul-96	0	857	0	7194
Aug-96	0	846	0	8039
Oct-96	သ	823	> C	8874
Nov-96	0	812	ɔ '	10509
Nov-96	0	801	0	11310
Dec-96	0	790	0	12100
Mar-97	> c	760	0	12879
Apr-97	0	759	.	13849
May-97	0	749	0	15156
Jun-97	0	739	0	15895
JUI-97	0	729	0	16623
Sep-97	.	709		17342
Oct-97	0 (700	5 0	18751
Nov-97	0	690	0	19441
Nov-97	0	681	0	20122
Jan-98	0 0	672 663	0	20793
Mar-98) (654		21456
Apr-98	0 0	645 455) (22110
May-98	0	636	O "	23301
Jun-98	0	628	ο (24019
Jul-98	0	619	0 (24638
Aug-98	0	611	0	25249

Production Projection

Dec-01 Jan-02 Jan-02 Mar-02 Apr-02 May-02 Jun-02	Sep-99 Oct-99 Nov-99 Dec-99 Jan-00 Jan-00 Mar-00 Apr-00 Aug-00 Oct-00 Oct-00 Dec-00 Jun-01 Jan-01	Sep-98 Oct-98 Nov-98 Dec-98 Jan-99 Jan-99 Mar-99 Mar-99 Apr-99 Jun-99 Jul-99 Jul-99
000000	000000000000000000000000000000000000000	0000000000
370 365 360 355 351 346 341	512 512 505 499 492 485 486 486 486 486 486 486 486 487 488 488 488 488 488 488 488 488 488	603 595 587 571 571 563 548 548 541
000000	0000000000000000000000	0000000000
42909 43275 43635 43636 43990 44341 44687 45028	31430 31970 32483 32988 33487 33979 33979 34464 34943 35415 35811 36794 37242 37683 38119 38972 38972 38972 39803 40210 41398 41184	25852 26447 27033 27612 27612 28183 28183 28746 29302 29302 29503 30391 30925

Production Projection

Dec-05	Nov-05	Oct-05	Sep-05	Aug-05	Jul-05	Jun-05	May-05	Apr-05	Mar-05	Jan-05	Jan-05	Dec-04	Nov-04	Oct-04	Sep-04	Aug-04	Jul-04	Jun-04	May-04	Apr-04	Mar-04	Jan-04	Jan-04	Dec-03	Nov-03	Oct-03	Sep-03	Aug-03	Jul-03	Jun-03	May-03	Apr-03	Mar-03	Jan-03	Jan-03	Dec-02	Nov-02	Oct-02	Sep-02	Aug-02	Jul-02
0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
193	196	199	201	204	207	210	212	215	218	221	224	227	230	234	237	240	243	247	250	253	257	260	264	267	271	275	279	282	286	290	294	298	302	306	310	315	319	323	328	332	337
0 (0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0 (0 (0	.	ɔ (.	o (0 (o (0	0	0	0	0	0	0

45365
45697
46025
46348
46667
46982
47598
47792
477598
477900
48198
47900
48198
49904
49904
50175
50443
50707
50967
51224
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727
51727