50 YEARS



STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION



1935 - 198

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE. NEW MEXICO 87501
1505) 827-5800

October 8, 1985

Consolidated Oil & Gas Inc. P. O. Box 2038 Farmington, New Mexico 87499

Attention: Wayne L. Converse

RE: Surface Gas Commingling

Dear Mr. Converse:

Your application to surface commingle the gas production from each of twelve gas wells that are dually completed has been reviewed. It is our understanding that the upper gas zone will be metered after passing through the separator and the dehydrator and that the lower zone will be run through the separator and dehydrator and then be commingled with the gas from the upper zone and then metered. Also, this type of facility will allow exact allocation of production from each zone by means of the Subtraction Method. It is also our understanding that this type of design facility is necessary to meet minimum pipeline take requirements.

You are hereby authorized to surface commingle the gas production at each of the twelve dually completed gas wells listed below. Gas production from each zone shall be determined by the Subtraction Method and reported to this office on Division Form C-111. Furthermore, the liquid condensate production attributable to each gas zone shall be stored separately at each well location.

It is the responsibility of the operator to notify the transporter of this commingling authority.

R. T. Stamets

Division Director



STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

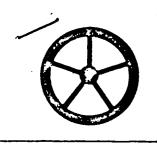
| BOX 2088 SANTA FE, NEW MEXICO 87501 | - |
|--|-------------|
| DATE Oct 70, 1935 | |
| RE: Proposed MC Proposed DHC Proposed NSL Proposed SWD Proposed WFX Proposed PMX | |
| Gentlemen: I have examined the application dated September 16, 1985 | |
| for the Coulty Offerd by dos (see list) | Unit, S-T-R |
| and my recommendations are as follows: | |
| - Upproc | |
| | |
| | |
| Yours truly, | |
| γ | |

CONSOLIDATED OIL & GAS, INC. SURFACE COMMINGLED WELL LIST

| WELLNAME | ZN | 4/4 | SEC | TWP | RGE | CNTY | AREA |
|------------------|----|-------|------------|-----|-----|------------|-------------------|
| CANDADO 1E | DK | NW/SE | 15 | 26N | 07W | RA | JICARILL A |
| CANDADO 1E | MV | NW/SE | 15 | 26N | 07W | RA | JICARILL A |
| CHAMPLIN 1E | DK | NW/SE | 3 5 | 27N | 04W | RA | JICARILL A |
| CHAMPLIN 1E | GP | NW/SE | 35 | 27N | 04W | RA | JICARILLA |
| CHAMPLIN 4E | DK | NW/NE | 3 5 | 27N | 04W | R A | JICARILL A |
| CHAMPLIN 4E | GP | NW/NE | 35 | 27N | 04W | RA | JICARILLA |
| → CON HALE 2E | DK | SW/SW | 15 | 26N | OBM | SJ | HUERFANO |
| * CON HALE 2E | GP | SW/SW | 15 | 26N | OBM | SJ | HUERFANO |
| ** HOYT 1E | DK | SW/NW | 5 | 26N | 04W | RA | JICARIL LA |
| HOYT 1E | GP | SW/NW | 5 | 26N | 04W | RA | JICARILLA |
| HOYT 2E | DK | NE/SE | 5 | 26N | 04W | RA | JICARIL LA |
| HOYT 2E | GP | NE/SE | 5 | 26N | 04W | RA | JICARILLA |
| HURON 4E | DK | NE/NE | 2 | 26N | 04W | RA | JICARILLA |
| HURON 4E | GP | NE/NE | 2 | 26N | 04W | RA | JICARILLA |
| JICARILLA 3E | DK | SE/NW | 8 | 26N | 05W | RA | JICARILLA |
| JICARILLA 3E | GP | SE/NW | 8 | 26N | 05W | RA | JICARILLA |
| LEEDS 1E | DK | SW/NW | 8 | 31N | 12W | SJ | LA PLATA |
| LEE DS 1E | GP | SW/NW | 8 | 31N | 12W | SJ | LA PLATA |
| NORTHWEST 4E | DK | NE/SE | 8 | 26N | 04W | RA | JICARILLA |
| NORTHWEST 4E | GP | NE/SE | 8 | 26N | 04W | RA | JICARILLA |
| TRIBAL C 01E | DK | SE/NW | 6 | 26N | OZW | RA | JICARILLA |
| TRIBAL C 01E | GP | SE/NW | 6 | 26N | 03W | RA | JICARILLA |
| TRIBAL C 06E | DK | SW/SW | 5 | 26N | 03W | RA | JICARILLA |
| TRIBAL C 06E | GP | SW/SW | 5 | 26N | 03W | RA | JICARILLA |
| | | | | | | | |

^{*} Con Hale 2E Gallup zone completion is still pending.

^{**} Hoyt 1E Dakota zone is already tied into gas purchaser.



Consolidated Oil & Gas. Inc.

P. O. BOX 2038 FARMINGTON, NEW MEXICO 87499 (505) 632-8056

September 26, 1985

Mr. David Catnach New Mexico Oil Conservation Division Post Office Box 2088 Santa Fe, New Mexico 87501

Re: Administrative Surface Commingling

of Gas Zones

Dear Mr. Catnach:

Consolidated Oil and Gas, Inc. hereby requests authorization to surface commingle gas from dual zones at each of twelve wells indicated on the attached list.

Diagram "A" depicts a typical installation facility for metering the upper zone and commingled streams separately. This design will reduce installation costs for wells dedicated to El Paso Natural Gas Company and meet minimum take requirements of Northwest Pipeline Corporation. Gas from the lower zone can be calculated by taking the difference of the two separate streams.

Check valves are strategically positioned in the stream to prevent down hole commingling of gas from either zone. Liquid hydrocarbon production is separated from the gas in each separator for storage to individual tanks and is not a consideration in surface commingling.

If you have any questions concerning this application, please contact myself or Dale Richardson at 632-8056.

Sincerely,

CONSOLIDATED OIL AND GAS, INC.

WAYNE L. CONVERSE District Engineer

WLC:ch **Enclosures**

cc: Bureau of Land Management Farmington Office

SEP 26 1985

CONSOLIDATED OIL AND GAS, INC.

Typical Configuration For Surface Commingling of Gas

