Form 3 160-5

# **UNITED STATES**

FORM APPROVED			
Budget Bureau No. 1004-0135			
Expires: March 3 1 1993			

	NT OF THE INTERIOR	Budget Bureau No. 1004-0135 Expires: March 3 1 ,1993
BUREAU OF	LAND MANAGEMENT	5. Lease Designation and Serial No.
SUNDRY NOTICES AND REPORTS ON WELLS  Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.		Cont 104 6. If Indian, Allonee or Tribe Name
Use "APPLICATION FO	R PERMIT—" for such proposals	Jicarilla - Apache
SUBMIT	IN TRIPLICA TE	7. If Unit or CA, Agreement Designation
1. Type of Well Oil Gas Well Other		8. Well Name and No.
2. Name of Operator  CONOCO INC.		Jicarilla E, Well #7E
3. Address and Telephone No.  10 DESTA DR. STE. 100W, MIDLANE	D, TX. 79705-4500 (915) 686-5424	30-039-25422 10. Field and Pool, or Exploratory Area
4. Location of Well (Footage, Sec., T. R. M. or Survey Description)		Blanco MV / Basin Dakota
1010' FNL & 1450' FEL,	Sec. 15, T 26N, R 4W, Unit Ltr. 'B'	Rio Arriba, NM
. CHECK APPROPRIATE BOX	(s) TO INDICATE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION	TYPE OF ACTION	
	Abandonment Recompletion Plugging Back Casing Repair Altering Casing Other Downhole Commingle il pertinent details, and give pertinent dates, including estimated date of starting ical depths for all markers and zones pertinent to this work.)*	Change of Plans  New Construction  Non-Routine Fracrunng  Water Shut-Off  Conversion to Injection  Dispose Water  Note: Reponresults of multiple compition of Normal Completion or Recompletion Report and Log term.)  g any proposed work. If well is directionally driller
	de and the Otero-Chacra pools per NMOCD Order DHC	2-1338, approved September 3, 1996

Test dated 11-2-97: 100 BO/D, 0.2 BW/D, 100 MCF.

**Allication Ratio:** 

Oil

Gas

Blanco Mesaverde

4%

19%

Basin Dakota

96 % 81%

A copy of the NMOCD Administrative order DHC-1338 is attached.

OR COM. DIV.

4. I hereby certify that the foregoing is true and correct	Bill R. Keathly	
Signed with teachly		Date9-24-97
(This space for Federal or State office use)	Title <b>XCCE</b> PTED FOR RECORD	
Approved by	Title ACCEPTED FOR	Date
LM(6), SHEAR, PONCA, COST ASST, FILE ROOM		

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 junsdiction.

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

#### ADMINISTRATIVE ORDER DHC-1338

Conoco, Inc. 10 Desta Drive, Suite 100W Midland, Texas 79705-4500

Attention: Jerry W. Hoover

Jicarilla 'E' Well No.7E

Unit 'B', Section 15, Township 26 North, Range 4 West,
Rio Arriba County, New Mexico.

Blanco Mesaverde (Prorated Gas - 72319) and
Basin Dakota (Prorated Gas - 71599) Pools

### Dear Mr. Hoover:

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.

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 wells and allocation of production from the wells shall be on the following basis:

Blanco Mesaverde Pool	Oil 4%	Gas 19%
Basin Dakota Pool	Oil 96%	Gas 81%

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

Pursuant to Rule 303.H., 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 3rd day of September, 1996.

STATE OF NEW MEXICO

OIL CONSERVATION DIVISION

WILLIAM J. LEWAY

Director

SEAL

WJL/BES

cc: Oil Conservation Division - Aztec

Bureau of Land Management - Farmington



## United States Department of the Interior

#### BUREAU OF LAND MANAGEMENT

Rio Puerco Resource Area 435 Montano N.E.

IN REPLY REFER TO: Albuquerque, New Mexico 87107 Jic. Cont. 104, 105, & 147 3162.3 (017)

AUG 1 3 1996

Mr. Jerry Hoover Conoco Inc. 10 Desta Drive, Suite 100W Midland, Texas 79705

Dear Mr. Hoover:

We have reviewed your applications for downhole commingling of production in the following wells:

Jicarilla Contract 104, well #7E Jicarilla Contract 104, well #8M Jicarilla Contract 104, well #10E Jicarilla Contract 105, well #13 Jicarilla Contract 147, well #19 Jicarilla Contract 147, well #22 Jicarilla Contract 147, well #23 Jicarilla Contract 147, well #23

Your applications are hereby approved, effective as of the date that production is actually combined. If you have any questions, please contact David Sitzler at (505) 761-8919.

Sincerely,

Joe Incardine

Chief, Lands and Minerals