DISTRICT I

P.O. Box 1980, Hobbs, NM 88241-1980

DISTRICT II

811 S. First St., Artesia, NM 88210-2835

DISTRICT III

1000 Rio Brazos Rd, Aztec, NM 87410-1693

ENERGEN RESOURCES CORPORATION

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

2040 S. Pacheco Santa Fe, New Mexico 875054-6429

APPLICATION FOR DOWNHOLE COMMINGLING

2198 Bloomfield Highway, NM 87401

Form C-107-A New 3-12-96

APPROVAL PROCESS:

X Administrative — Hearing

EXISTING WELLBORE

<u>X</u> YES ___NO

| Operator | Addless | / | |
|--|---|--|---|
| Jicarilla 97 | 6 D Well No. Unit Ltr S | Sec. 7 T26N R3W | Rio Arriba, NM County |
| ogrid NO. <u>162928</u> Property Co | | Spacing | Unit Lease Types: (check 1 or more) X , State , (and/or) Fee |
| The following facts are submitted in support of downhole commingling: | Upper Zone | Intermediate Zone | Lower Zone |
| Pool Name and Pool Code | Wild Horse Gallup 87360 | | Basin DK 71599 |
| Top and Bottom of Pay Section (Perforations) | 6829-7434 | | 7822 - 7840 |
| Type of production (Oil or Gas) | Gas | | Gas |
| Method of Production (Flowing or Artificial Lift) | Flowing | | Flowing |
| 5. Bottomhole Pressure | a. (Current) | a. 4 | a. |
| Oil Zones - Artificial Lift: | Not Completed | | 1453 Calc |
| Estimated Current Gas & Oil - Flowing: | | APP 2000 | 1130 0410 |
| Measured Current All Gas Zones: | b. ^(Original) | b. | b. |
| Estimated Or Measured Original | 1400 est | A STATE OF THE STA | 1575 Calc |
| 6. Oil Gravity (^O API) or Gas BTU Content) | 1200 <i>BTU</i> | | 1192 BTU |
| 7. Producing or Shut-In? | Not Completed | | Producing |
| Production Marginal? (yes or no) | Yes | | No |
| * If Shut-In, give date and oil/gas/ | Date: | Date: | Date: |
| water rates of last production Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data | Rates: | Rates: | Rates: |
| If Producing, give date and oil/gas/ water rates of recent test (within 60 days) | Date: Rates: Not Completed | Date: Rates: | Date: 4/17/2000 Rates: 3/235/.2 |
| Fixed Percentage Allocation Formula -% for each zone | Oil: Gas: % | Oil: Gas: % | Oil: Gas: % |
| If allocation formula is based submit attachments with supplements. | upon something other than curr porting data and/or explaining i | rent or past production, or is b method and providing rate proj | pased upon some other methor ections or other required dat |
| Are all working, overriding, and r If not, have all working, overridin Have all offset operators been g | oyalty interests identical in all com g, and royalty interests been notifi iven written notice of the propose | mingled zones? ed by certified mail? d downhole commingling? | _X_YesNo _X_YesNo _X_YesNo |
| 11. Will cross-flow occur? flowed production be recovered | | | |
| 12. Are all produced fluids from all c | ommingled zones compatible with | each other? X | Yes No |
| ' 13. Will the value of production be d | - | Yes _ <u>X_</u> No (If Ye: | |
| 14. If this well in on, or communitize | | er the Commissioner of Public Lar | nds or the |
| 15. NMOCD Reference Cases for Ru | ile 303(D) Exceptions: ORI | DER NO(S) | |
| 16. ATTACHMENTS: * C-102 for each zone * Production curve for or * For zones with no product allocation list of allocation lis | to be commingled showing its spa each zone for at least one year. (I oduction history, estimated produc ation method or formula. offset operators. orking, overriding, and royalty intere- ments, data, or documents required | acing unit and acreage dedication. f not available, attach explanation tion rates and supporting data. | .) |
| I hereby certify that the information | above a true and complete to the l | best of my knowledge and belief. | |
| SIGNATURE MM W. K | Link | TITLE <u>Prod. Superintendent</u> | DATE <u>4/19/2000</u> |
| TYPE OR PRINT NAME Gary W. | Brink | TELEPHONE NO. (| 505) 325-6800 |