DISTRICT I

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

DISTRICT II

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

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410-1693

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107-A New 3-12-96 **OIL CONSERVATION DIVISION**

2040 S. Pacheco Santa Fe, New Mexico 87505-6429

APPROVAL PROCESS: Administrative Hearing

EXISTING WELLBORE YES NO

APPLICATION FOR DOWNHOLE COMMINGLING

Conoco Inc.	10 Address	Desta Dr., Ste 100W, Midland	, TX 79705-4500
an Juan 28-7	20A	Rio Arriba	
OGRID NO. 005073 Property Cod	1.6600	t Ltr Sec Twp Rge Spacing (30-039-22207 Federal	County Jint Lease Types: (check 1 or more) State (and/or) Fee
The following facts are submitted in support of downhole comminging:	Upper Zone	intermediate Zone	Lower Zone
1. Pool Name and Pool Code	Pictured Cliff 72439		Mesa Verde 72319
2. TOP and Bottom of Pay Section (Perforations)	3300-3341'	DECEIVED	4957-5928'
3. Type of production (Oil or Gas)	Gas	M AUG - 8 1997	Gas
Method of Production (Flowing or Artificial Litt)	Flowing	OIL CON. DIV	ි Flowing
Bottom hole Pressure Oil Zones - Artificial Lift:	a (Current) 493 PSIA	a.	a. 346 PSIA
Estimated Current Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original	b (Original)	b.	ь. 1195 PSIA
6. Oil Gravity (*API) or Gas BTU Content	1245		1239
7. Producing or Shut-In?	Producing		Producing
Production Marginal? (yes or no)	Yes		Yes
If Shut-In give date and oil/gas/ water rates of last production Note: For new zones with no production history, applicant shall be required to attach production.	Date Rates	Date Rates:	Date Rates
estimates and supporting date. If Producing, give date and oil/gas/water rates of recent test (within 60 days)	Date 7-1-97 50 MCFD, Rates 0 BOPD, 0 BWPD	Date Rates	Date 7-1-97, 150 MCFD, Rates .7 BOPD, O BWPD
8. Fixed Percentage Allocation Formula -% for each zone	1 % Gas 25 %	cat. Gas 96	on 99 % Gas 75 %
9. If allocation formula is based usubmit attachments with supp	upon something other than cur orting data and/or explaining r	rent or past production, or is ba method and providing rate proje	ased upon some other method ections or other required data
 Are all working, overriding, an if not, have all working, overri Have all offset operators been 	d royalty interests identical in a iding, and royalty interests been given written notice of the pro	all commingled zones? en notifled by certified mail? posed downhole commingling?	$\begin{array}{c} \underline{\qquad} \text{Yes} & \underline{\qquad} \text{No} \\ \underline{\qquad} \text{Yes} & \underline{\qquad} \text{No} \\ \underline{\qquad} \text{X} & \text{Yes} & \underline{\qquad} \text{No} \end{array}$
Will cross-flow occur? Y flowed production be recovered.	es $rac{X}{N}$ No If yes, are fluids coed, and will the allocation form	ompatible, will the formations null be reliable. Yes	ot be damaged, will any cross No (If No, attach explanation
Are all produced fluids from a	•		
3. Will the value of production be			
 If this well is on, or communit United States Bureau of Land 	ized with, state or federal land I Management has been notifie	ed in writing of this application.	X_Yes No
5. NMOCD Reference Cases for	Rule 303(D) Exceptions:	ORDER NO(S).	
* Production curve for For zones with no part allow to support allow Notification list of a part of variation list of a part of variation list of variation	or each zone for at least one y production history, estimated p ocation method or formula. all offset operators. working, overriding and rovalty	ts spacing unit and acreage de ear. (if not available, attach ex production rates and supporting v interests for uncommon intere equired to support commingling	planation.) ; data. est cases.

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

SIGNATURE

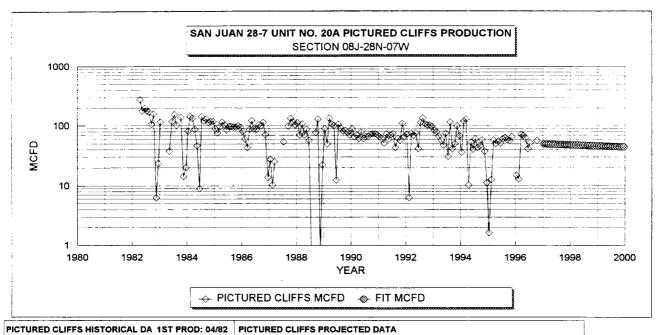
TITLE Sr. Conservation Coord. DATE 6/10/97

NET MEXICO OIL CONSERVATION COMMIST VINELL LOCATION AND ACREAGE DEDICATION PLAT

1980 Form C-102 Supersedes C-128 Effective 1-1-65

All distances must be from the outer boundaries of the Section

			All distan	ices must be if	roca the out	er poundaries d	e the section.		
Operator					Lease			0	Well No.
							F-07849	7) 20-A	
Jnit Letter	Secti	_ 1	Township		Ronge		County	. \-	
J		8	28	N		7W	Rio A	rriba	
Actual Footage Loc	cation o		- 1-		1620	•		Fost	
1680		trom the	outh	line and			t from the	East	line Dedicated Acreage:
Ground Level Elev:		Producing For	etion MESA ED CLIFF		Pool BT.AMC	O PICTURE	MESA VERDI D CLIFFS 1		151.49 & 304.04 Acres
6622									<u> </u>
1. Outline th	he acı	reage dedicat	ted to the	subject we	ell by co	lored pencil	or hachure	marks on	the plat below.
2. If more to interest a			dedicated	to the well	l, outline	each and id	lentify the o	wnership	thereof (both as to working
3. If more th	3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc?								
dated by	COMMI	2111112011011, 4	,	Total Park		7,		1.	
🔀 Yes		No If an	swer is "	yes," type o	f consoli	idation <u>U</u>	neigh	ula	
,			•	_					. 1 /77
If answer	is "	no," list the	owners and	d tract desc	riptions	which have	actually bee	n consoli	dated. (Use reverse side of
this form	if nec	essary.)					11.1	1.0	***
No allowa	ble w	ill be assign	ed to the w	ell until all	interest	s have been	consolidate	ed (by co	mmunitization, unitization,
forced-poo	oling,	or otherwise)	or until a	non-standar	d unit, e	liminating si	ich interests	s, nas pec	en approved by the Commis-
sion.									
									CERTIFICATION
								I hereb	y certify that the information con-
									herein is true and complete to the
		•						best of	my knowledge and belief.
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18	SF-0	78417		4	F		MM	1	on this plat was plotted from field of actual surveys made by me or
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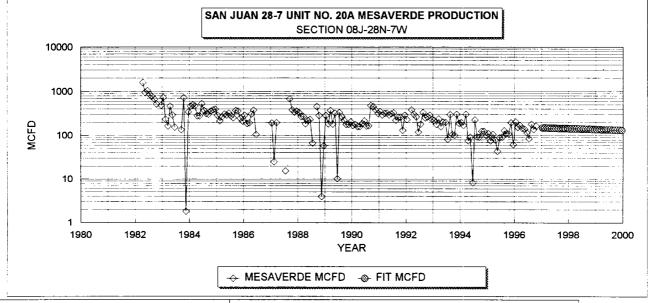


 PICTURED CLIFFS HISTORICAL DA 1ST PROD: 04/82
 PICTURED CLIFFS PROJECTED DATA

 OIL CUM:
 0.04 MBO
 1/1/97 Qi:
 50 MCFD

 GAS CUM:
 386.0 MMCF
 DECLINE RATE:
 4.0% (EXPONENTIAL)

 OIL YIELD:
 0.0001 BBL/MCF



MESAVERDE HISTORIC	CAL DATA	1st Prod:	12/55	MESAVERDE	PROJECTED DA	TA
OIL CUM:	13.2	MBO		1/1/97 Qi:	150	MCFD
GAS CUM:	2847.0	MMCF		DECLINE RATE:	4.0%	(EXPONENTIAL)
OIL YIELD:	0.0046	BBL/MCF				
FIXED COMMINGLE AL	LOCATION F	ACTORS:				
	GAS		OIL	GAS ALLOCATION	ON BASED ON PR	OJECTED 1997 RATES
PICTURED CLIF	25%		1%	OIL ALLOCATIO	N BASED ON WE	IGHTED CUM OIL YIELDS
MESAVERDE	75%		99%		NOTE: ALL PRO	DUCTION DATA FROM DWIGHTS ENERGYDATA

SAN JUAN 28-7 #20A OFFSET OPERATORS

BURLINGTON RES	BURLINGTON RESOURCES	BURLINGTON RESOUF		
31	32	33		
CONOCO	CONOCO	CONOCO		
7	8	9		
	20A O T29N R7W			
CONOCO	CONOCO T28N R7W AMOCO	CONOCO		
18	17	16		

Township 28N --- Range 7W

