TYPE DHC

NEW MEXICO OIL CONSERVATION DIVISION

- Engineering Bureau -

ADMINISTRATIVE APPLICATION COVERSHEET

THIS COVERSHEET IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS Application Acronyms: [NSP-Non-Standard Proration Unit] [NSL-Non-Standard Location] [DD-Directional Drilling] [SD-Simultaneous Dedication] [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling] [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement] [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion] [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase] [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response] TYPE OF APPLICATION - Check Those Which Apply for [A [1] Location - Spacing Unit - Directional Drilling [A] □NSL \square NSP \Box SD Check One Only for [B] and [C] Commingling - Storage - Measurement ☑ DHC \Box CTB □ PLC \square_{PC} □ OLS □ OLM Injection - Disposal - Pressure Increase - Enhanced Oil Recovery [C] \square_{WFX} \square PMX \square SWD ☐ IPI ☐ EOR ☐ PPR [2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply [A] ☐ Working, Royalty or Overriding Royalty Interest Owners [B] ☑ Offset Operators, Leaseholders or Surface Owner ☐ Application is One Which Requires Published Legal Notice [C]■ Notification and/or Concurrent Approval by BLM or SLO [D] U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office ☐ For all of the above, Proof of Notification or Publication is Attached, and/or, [E] ☐ Waivers are Attached [F]

[3] INFORMATION / DATA SUBMITTED IS COMPLETE - Statement of Understanding

I hereby certify that I, or personnel under my supervision, have read and complied with all applicable Rules and Regulations of the Oil Conservation Division. Further, I assert that the attached application for administrative approval is accurate and complete to the best of my knowledge and where applicable, verify that all interest (WI, RI, ORRI) is common. I understand that any omission of data, information or notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with supervisory capacity.

Kay Maddox	Kur Madder
rint or Type Name	Signature

Regulatory Agent

P

Title

PO Box 1980, Hobbs, NM 88241 1980

State of New Mexico Energy, Minerals and Natural Rasources Department

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

OIL CONSERVATION DIVISION

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

APPROVAL P	ROCESS:
Administrative	Hearing

DISTRICT III

Conoco Inc.

SITRICT II

1000 Rio Brazos Rd. Aztec, NM 87410 1693

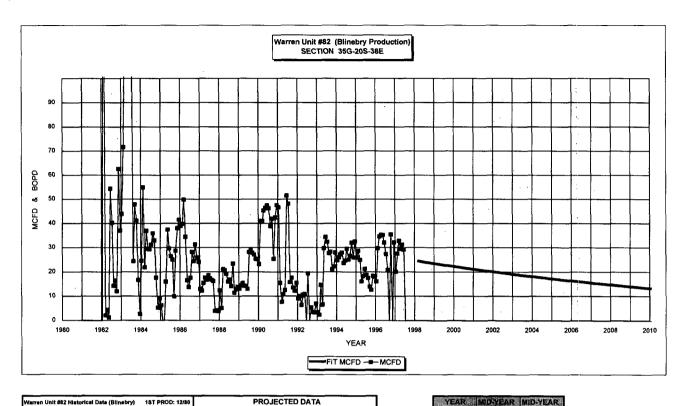
811 South! First St. Artesia NM 88210 2835

APPLICATION FOR DOWNHOLE COMMINGLING

10 Desta Dr. Ste 100W, Midland, Tx. 79705-4500

EXISTING WELLBORE YES NO

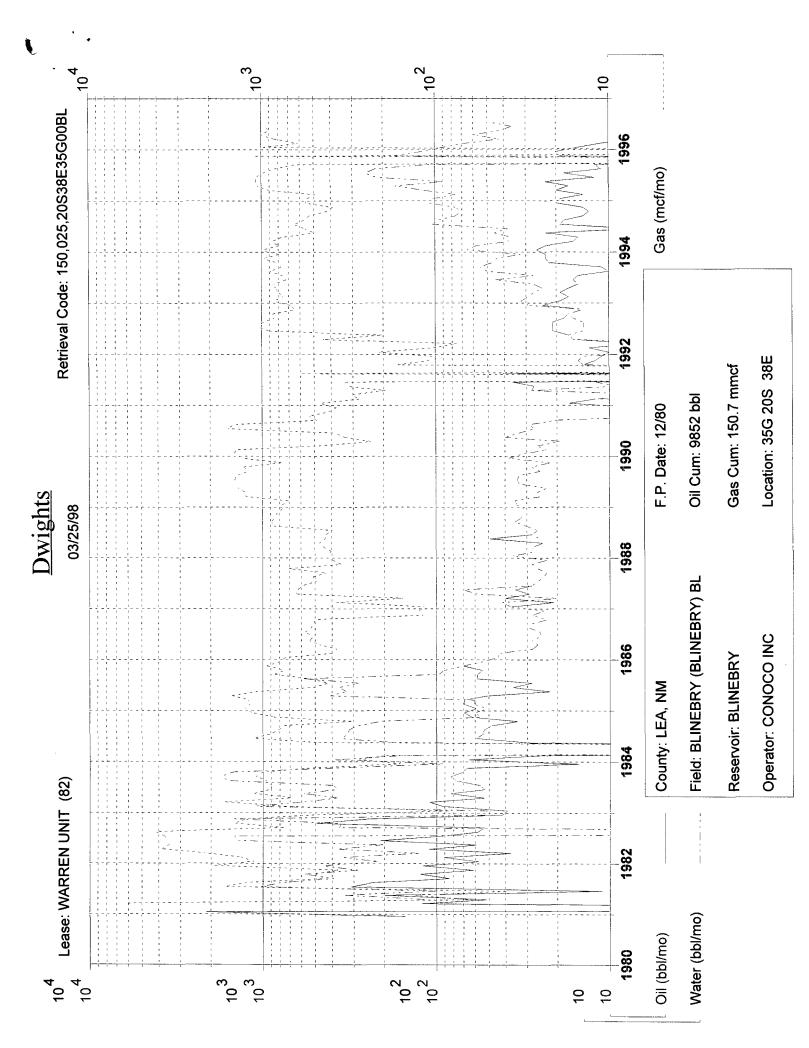
Warren Unit	82 Well No Unit L	Section 35, T-20-S,	R-38-E, G	Lea					
OGRID NO. 005073 Property Code	002122	30-025-26843		nit Lease Types: (check 1 or more) , State (and/or) Fee					
The following facts ate submitted in support of downhole commingling:	Upper Zone	intermediate Zone		Lower Zone					
Pool Name and Pool Code	Blinebry Oil & Gas 06660			East Warren Tubb 87085					
2. TOP and Bottom of Pay Section (Perforations)	5936-6094' 6131-6287'			6589-6761' (Proposed)					
3. Type of production (Oil or Gas)	Gas			Oil					
4. Method of Production {Flowing or Artificial Lilt}	Artificial Lift			Artificial Lift					
5. Bottomhole Pressure Oil Zones - Artilicial Lift: Estimated Current Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original	a (Current) 1500 b(Original)	a. b.		a. 2600 b.					
6. Oil Gravity (°API) or Gas BT Content	2370			2600					
7. Producing or Shut-In?	Shut-in			To be Completed					
Production Marginal? (yes or no) • If Shut-In give date and oil/gas/ water rates of Isst production Note For new zones with no production hiStory applicant shad be required to attach production estimates and supporting dara	Yes Date EST 9/15/98 Rates 1BOPD, 29 MCFD, 1 BWPD	Date Rates:		Yes Production allocated by Subtraction - See attached table					
If Producing, date and oil/gas/ water rates of recent test (within 60 days)	Dale Rates	Rates		Date Rates					
8. Fixed Percentage Allocation Formula -% or each zone	oil: Gas %	oil: Gas %	%	Oil: Gas %					
• •	orting data and/or explaining n	nethod and providing	rate projed	ctions or other required data.					
 Are all working, overriding, an If not, have all working, overridaye all offset operators been Will cross-flow occur?Y 	es X No It ves are fluids co	mnatible will the form	nations no	t be damaged will any cross-					
flowed production be recovered flowed produced fluids from all	ed, and will the allocation formu	la be reliable.	res N	lo (If No, attach explanation)					
13. Will the value of production be									
 If this well is on, or communitied United States Bureau of Land 	ized with, state or federal lands I Management has been notifie	s, either the Commiss d in writing of this app	ioner of P dication.	ublic Lands or the X_Yes No					
15. NMOCD Reference Cases for Rule 303(D) Exceptions: ORDER NO(S) * C-102 for each zone to be commingled showing its spacing unit and acreage dedication. * Production curve for each zone for at least one year. (If not available, attach explanation.) * For zones with no production history, estimated production rates and supporting data. * Data to support allocation method or formula. * Notification list of all offset operators. * Notification list of working, overriding and royalty interests for uncommon interest cases. * Any additional statements, data, or documents required to support commingling.									
I hereby certify that the information	on above is true and complete	to the best of my know	wledge an	d belief.					
SIGNATURE		TITLE Regulatory A	gent	DATE <u>3/25/98</u>					
TYPE OR PRINT NAME Kay Mad				•					



Warren Unit #82 Hist	torical Data (Blinebry)	1ST PROD: 12/80	PROJECTED DATA				
OIL CUM:	9.85	MBO	3/1/98 Qi:	23.37	MCFD		
GAS CUM:	150.7	MMCF	DECLINE RAT	5.0%	(EXPONENTIAL)		
OIL YIELD:	0.0654	BBL/MCF	OIL YIELD:	0.0110	BBL/MCF		

PRODUCTION FORECAST FOR SUBTRACTION METHOD COMMINGLE ALLOCATION

	AVG MCFD	AVE BOPD
1998	23.08	0.25
1999	21.92	0.24
2000	20.83	0.23
2001	19.79	0.22
2002	18.80	0.21
2003	17.86	0.20
2004	16.96	0.19
2005	16.12	0.18
2006	15.31	0.17
2007	14.54	0.16
2008	13.82	0.15
2009	13.13	0.14
2010	12.36	0.14
2011	11.80	0.13
2012	11.21	0.12
2013	10.65	0.12
2014	10.11	0.11
2015	9.61	0.11



District I PO Box 1980, Hobbs. NM 88241-1980

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State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION

PO Box 2088

Santa Fe, NM 87504-2088

Revised February 21, 1994 instructions on back

District II PO Drawer DD, Artesia, NM 88211-0719 District III 1000 Rio Brazos Rd. Aztec, NM 87410

Submit to Appropriate District Office State Lease - 4 Copies

Certificate Number

Fee Lease - 3 Copies

District IV PO Box 2088, Santa Fe. NM 87504-2088

MENDED REPORT

- O BOX 2000,	Janta i e	. 14101 07 51	04-2000						L_	_ AME	NDED REPOR
	PI Numbe		ELL LO			 -	EAGE DEDI				
				2 Pool		•		3 Pool Nam			
	-025-268	43	87085				East Warren Tubb				
4 Property							perty Name				
00312 7 OGRID No						Warren U				0 =	82 levation
		C -	naca Ina	8 Operator Name to Inc., 10 Desta Drive, Ste. 100W, Midland, TX-7					,	. 3	
00507	3		onoco inc.	, to Desi				X 79705-4500			3555'
	T 4 .:	T = .		<u> </u>			Location		T =	- A P	
UL or lot no.	Section	Townsh	ip Range	Lot Idn	Fe	et from the	North/South line	Feet from the	East/We	st line	County
G	35	20S	38E	<u> </u>		1980	North	1980	Ea	st	Lea
							f Different Fr				
UL or lot no.	Section	Townsh	nip Range	Lot Idn	Fe	et from the	North/South line	Feet from the	East/We	st line	County
									<u>L</u>		1
12 Dedicated Acre	es 13 Joi	nt or Infil	14 Consolida	ion Code 1	5 Order	No.					
40			_								
NO ALLO	WABLE						ON UNTIL ALL			EN CO	NSOLIDATED
		OR	A NON-S	ΓANDAR	D UN	IT HAS BI	EEN APPROVED	BY THE DIV	ISION		
16								17 OPE	RATOR	CERT	FIFICATION
								4.1			contained herein is
		ļ		1	`	}		true and com-	plete to the b	est of my l	knowledge and belief
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				‡				Signature	Kay	Maddo	NY.
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		-		I	7	Š	1980'		Regul	atory A	gent
		Ì		#	`	` `		Title	2/2	cla	~
				₫		I			2/2	3/4	8
		<u> </u>		_ <u>I</u>	*****			Date			
		1		1			-	18 SUR	VEYOR	R CER	TIFICATION
						Ì		I hereby cer	tify that the	well locati	on shown on this pla
								11 '			al surveys made by m
		1						11	supervision ie best of my		the same is true and
				İ						-	
		ĺ				İ		Date of Sun	/ey		
<u> </u>	- -	 		- 	-			Signature ar	nd Seal of Pr	ofessional	Surveyor:
				1							
		1									

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

..EW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACREAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section

perator Lease Well tic								
CONOCO Inc., Warren Unit	82							
County Township Range County								
G 35 20 South 38 East Lea								
Actual Frotage Eucation of Well:								
1930 test from the North line and 1980 test from the East line								
Ground Level Elev. Producing Formation Pool Dedicated Acre	ige:							
3555.9 Abo Blinebry D-K Abo Blinebry Dil & Gas 40	Acres							
1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.								
 If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty). If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consoli- 								
dated by communitization, unitization, force-pooling. etc?	`.							
Yes No If answer is "yes." type of consolidation								
If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use rev	erse side of							
this form if necessary.)								
No allowable will be assigned to the well until all interests have been consolidated (by communitization.								
forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by	he Commis-							
sion.	·							
CERTIFICATI	ON							
I hereby certify that the in	formation con-							
tained herein is true and a	omplete to the							
best of my knowledge and	pelief.							
	1.0							
Position Position	very							
Administrative Sup	ervisor							
Conoco Inc.								
Conces Inc.								
3/7/80								
	į							
I heraby certify that the	well location							
shown on this plat was pla	tted from field							
notes of actual surveys n	ade by me or							
under my supervision, and	that the same							
is true and correct to the	e best of my							
676 knowledge and belief								
Ton MEXICO S								
OHA JULY ST								
Registered For feasivinal English for Unit Survey or	neer							
	. /							
Jamilille.	<i>!</i>							
Conflicate No. JOHN W. W.	ST 676							
9 330 660 90 1320 1650 1960 231C 2640 2000 1600 1000 500 0 Ronald J. E								

Conoco, Inc Warren Unit Well #82 Section 35, T-20-S, R-38-E, G Lea County, New Mexico

Re: Application to Downhole Commingle (C-107A) Tubb & Blinbry

Notification of Offset Operators:

Stevens & Tull PO Box 11005 Midland, TX 79705-8005

Xeric Oil & Gas PO Box 352 Midland, TX 79702-0352

Mewbourne Oil Co. PO Box 7698 Tyler, TX 75711-7698

The above listed parties have been sent a copy of the C-107A application on this the 25^{th} day of March, 1998



Mid-Continent Region Exploration/Production

April 27, 1998

Mr. David Katanach New Mexico Oil Conservation Division 2040 Pacheco Santa Fe, New Mexico 87504

Re: Application to Downhole Commingle C107A
Warren Unit Well # 82
Section 35, T-20-0S, R-38-E, G
API # 30-025-26843
Lea County, New Mexico

Conoco Inc. 10 Desta Drive, Suite 100W Midland, TX 79705-4500 (915) 686-5400



Dear Mr. Katanach,

The subject well was drilled in 1980; approved application to drill dated May 22, 1980. The well was completed March 12, 1981 in the Blinebry and Abo formations. A request to downhole commingle this well was submitted March 26, 1981 and approved by DHC Administrative Order # 337 on April 27, 1981 (See attached). The well eventually declined in production and a RTBP was placed above the Abo @ 6402' October 1984. (See attached wellbore diagram) The well was shut in September 1996 producing 1 BOPD & 29 MCFD from the Drinkard only.

Conoco respectfully requests by their submission of a completed C107A to recomplete this well in the Tubb and downhole commingle with the Drinkard. The Abo will remain plugged off.

If you have any further questions regarding this application please call me @ (915) 686-5798. Thank you very much.

Sincerely yours,

Kay Maddox

Regulatory Agent - Conoco, Inc.

Km/

WARREN UNIT #082 (HWR 02/18/98)

