

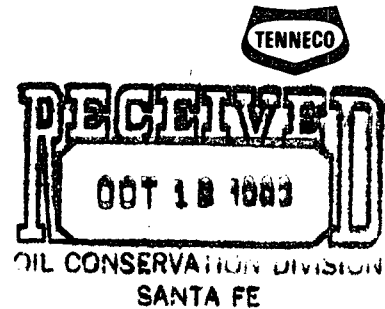
Tenneco Oil Company

A Tenneco Company

Western Rocky Mountain Division

P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800

Delivery Address:
6162 South Willow Drive
Englewood, Colorado



October 12, 1983

New Mexico Oil Conservation Commission
Box 2088
Santa Fe, New Mexico 87501

Attention: Gilbert Quintana

RE: Jicarilla A8
NE/4 Sec 17, T26N, R5W
Rio Arriba County, NM

Gentlemen:

We have enclosed all necessary data for administrative approval to commingle production in the referenced well.

Questions concerning this request can be directed to Mr. Mark Owen
(303/740-4840).

Very truly yours,

TENNECO OIL COMPANY

A handwritten signature in dark ink, appearing to read 'Harry Hufft', written over the company name.

Harry Hufft
Division Production Manager

HH/J0/gj

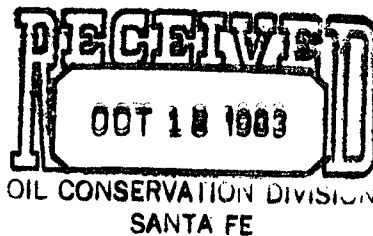
Enclosures

Tenneco Oil Company

A Tenneco Company

Western Rocky Mountain Division

P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800



Delivery Address:
6162 South Willow Drive
Englewood, Colorado

October 12, 1983

Occidental Petroleum
410 17th Street, Suite 850
Denver, CO 80202

RE: Jicarilla A8
NE/4 Sec. 17, T26N, R5W
Rio Arriba County, NM

Gentlemen:

Tenneco has applied for administrative approval to commingle production from the Gallup and Dakota zones in the above referenced well. If you as an offset operator, have no objection to the proposed commingling, please sign the waiver at the bottom of this page and forward to:

New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501
Attention: Gilbert Quintana

We would appreciate your returning one copy to the undersigned.

Very truly yours,

TENNECO OIL COMPANY

Harry Hufft
Division Production Manager

HH/J0/gj

W A I V E R

We hereby waive any objections to Tenneco Oil Company's application to commingle production as set forth above.

Name: _____ Title: _____

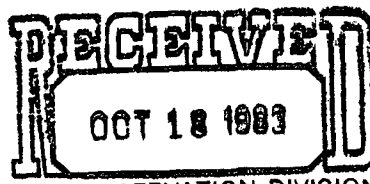
Date: _____

Tenneco Oil Company

A Tenneco Company

Western Rocky Mountain Division

P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800



OIL CONSERVATION DIVISION

SANTA FE

Delivery Address:
6162 South Willow Drive
Englewood, Colorado



October 12, 1983

Amoco Production Company
Amoco Building
17th Broadway
Denver, CO 80202

Attn: Laura Greeley

RE: Jicarilla A8
NE/4 Sec. 17, T26N, R5W
Rio Arriba County, NM

Gentlemen:

Tenneco has applied for administrative approval to commingle production from the Gallup and Dakota zones in the above referenced well. If you as an offset operator, have no objection to the proposed commingling, please sign the waiver at the bottom of this page and forward to:

New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501
Attention: Gilbert Quintana

We would appreciate your returning one copy to the undersigned.

Very truly yours,

TENNECO OIL COMPANY

Harry Hufft
Division Production Manager

HH/JO/gj

W A I V E R

We hereby waive any objections to Tenneco Oil Company's application to commingle production as set forth above.

Name: _____ Title: _____

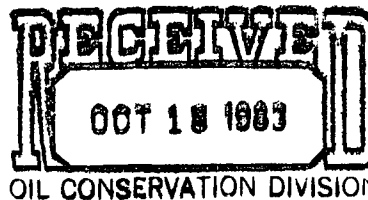
Date: _____

Tenneco Oil Company

A Tenneco Company

Western Rocky Mountain Division

P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800



Delivery Address: **SANTA FE**
6162 South Willow Drive
Englewood, Colorado

October 12, 1983

El Paso Natural Gas Company
P.O. Box 1492
El Paso, TX 79978

RE: Jicarilla A8
NE/4 Sec. 17, T26N, R5W
Rio Arriba County, NM

Gentlemen:

Tenneco has applied for administrative approval to commingle production from the Gallup and Dakota zones in the above referenced well. If you as an offset operator, have no objection to the proposed commingling, please sign the waiver at the bottom of this page and forward to:

New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501
Attention: Gilbert Quintana

We would appreciate your returning one copy to the undersigned.

Very truly yours,

TENNECO OIL COMPANY

A handwritten signature in cursive script, appearing to read "Harry Hufft", written over the company name.

Harry Hufft
Division Production Manager

HH/J0/gj

W A I V E R

We hereby waive any objections to Tenneco Oil Company's application to commingle production as set forth above.

Name: _____ Title: _____

Date: _____

The Jicarilla A #8 was drilled as a Gallup-Dakota dual with 4-1/2" production casing in 1966. Because of the size restriction imposed by the 4-1/2" casing, only one string of production tubing can be run. Both zones were produced until April 15, 1974. At this point the Dakota was temporarily abandoned so that the Gallup could be produced up a single string of open-ended tubing. This was necessary due to operational problems that were associated with flowing the Gallup through a crossover tool that allowed the Gallup production to flow up the tubing.

Enclosed are decline curves for both the Dakota and Gallup zones.

The bottom-hole pressure of the Gallup zone was directly measured with a bottom-hole bomb after eight days of shut-in and was found to be 642 psig. Since the Dakota has been temporarily abandoned, it is not possible to obtain a measured bottom-hole pressure for that zone. Enclosed is the last well deliverability test report for the Dakota formation (dated May, 1973). The eight day surface shut-in pressure on this report is 684 psia. The bottom-hole pressure corresponding to this surface pressure was calculated to be 917 psia. A common datum of 6440' was chosen for the comparison of the two bottom-hole pressures. The Dakota pressure adjusted to this datum is 808 psia. The Gallup bottom-hole pressure can be expressed as an absolute pressure of 656 psia. This value is 81% of the adjusted Dakota bottom-hole pressure and therefore satisfies the requirement that the lower pressured zone have a pressure that is greater than 50% of the bottom-hole pressure of the higher pressured zone adjusted to a common datum.

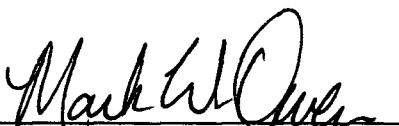
A compatibility test was performed using the produced Gallup water from this well and the Dakota water from the Jicarilla B #5E, a nearby producer. The test indicated that no scale or precipitate problems should result from commingling the production from these two zones. In addition, the salinities of the waters are similar enough that no formation damage should occur due to the presence of produced water from another zone.

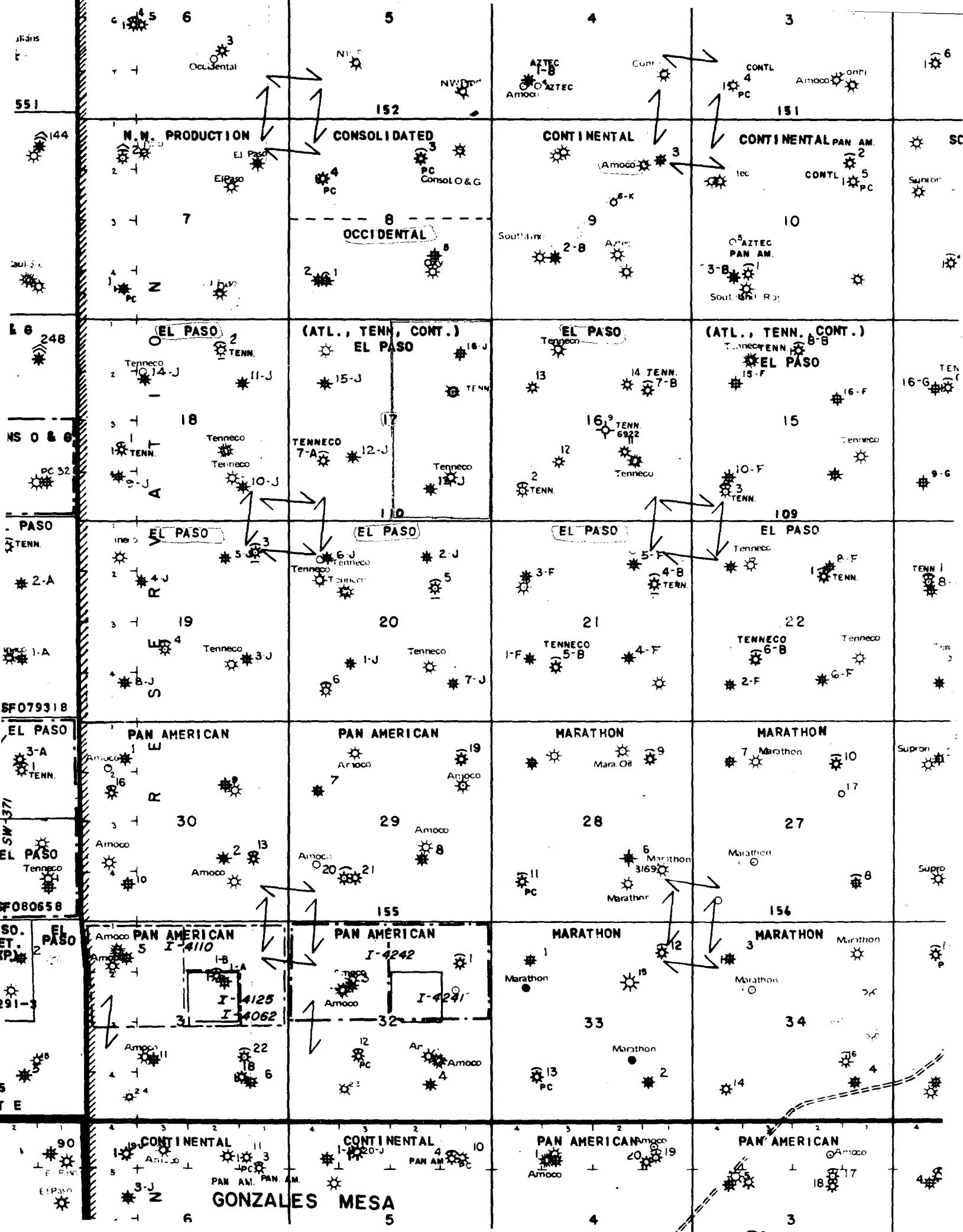
The purpose of commingling these two zones is to enable Tenneco to produce the reserves present in the Dakota at the same time we are producing the Gallup. It is important that both zones be produced while the wellbore is still in good condition since a new well could not be justified with the degree of depletion already experienced in either zone.

The total production from the well should increase by at least 100 MCFD. This is the rate that the Dakota was producing at when it was abandoned in 1974. The greater velocity in the tubing due to this increased flow rate should also improve the liquid lifting capacity and keep the Gallup zone unloaded. This should improve the flow rate from the Gallup zone.

Based on the decline curves for each of these zones, I recommend that the production be split on a strict percentage basis with 71% of the production assigned to the Gallup and 29% assigned to the Dakota.

If you need additional information, feel free to call me at (303) 740-4804.


Mark W. Owen
Production Engineer



NEW MEXICO OIL CONSERVATION COMMISSION
GAS-OIL RATIO TESTS

C-116
Revised 1-1-85

Operator Tenneco Oil Company		Pool Tapicito Gallup		County Rio Arriba											
Address Box 3249, Englewood, CO 80155		TYPE OF TEST - (X) <input type="checkbox"/> Scheduled <input type="checkbox"/> Completion <input type="checkbox"/> Special <input checked="" type="checkbox"/>													
LEASE NAME	WELL NO.	LOCATION			DATE OF TEST	CHOKE SIZE	TBG. PRESS.	DAILY ALLOWABLE	LENGTH OF TEST HOURS	PROD. DURING TEST			GAS - OIL RATIO CU.FT./BBL.		
		U	S	T						R	WATER BBLs.	GRAV. OIL		OIL BBLs.	GAS M.C.F.
Jicarilla	A8	H	17	26	5	9/8/83	F	none	140	-0-	24	1	-0-	55	-0-

No well will be assigned an allowable greater than the amount of oil produced on the official test.

During gas-oil ratio test, each well shall be produced at a rate not exceeding the top unit allowable for the pool in which well is located by more than 25 percent. Operator is encouraged to take advantage of this 25 percent tolerance in order that well can be assigned increased allowables when authorized by the Commission.

Gas volumes must be reported in MCF measured at a pressure base of 15.025 psia and a temperature of 60° F. Specific gravity base will be 0.60.

Report casing pressure in lieu of tubing pressure for any well producing through casing.

Mail original and one copy of this report to the district office of the New Mexico Oil Conservation Commission in accordance with Rule 301 and appropriate pool rules.

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

Katherine Jenkins
(Signature)

Agent

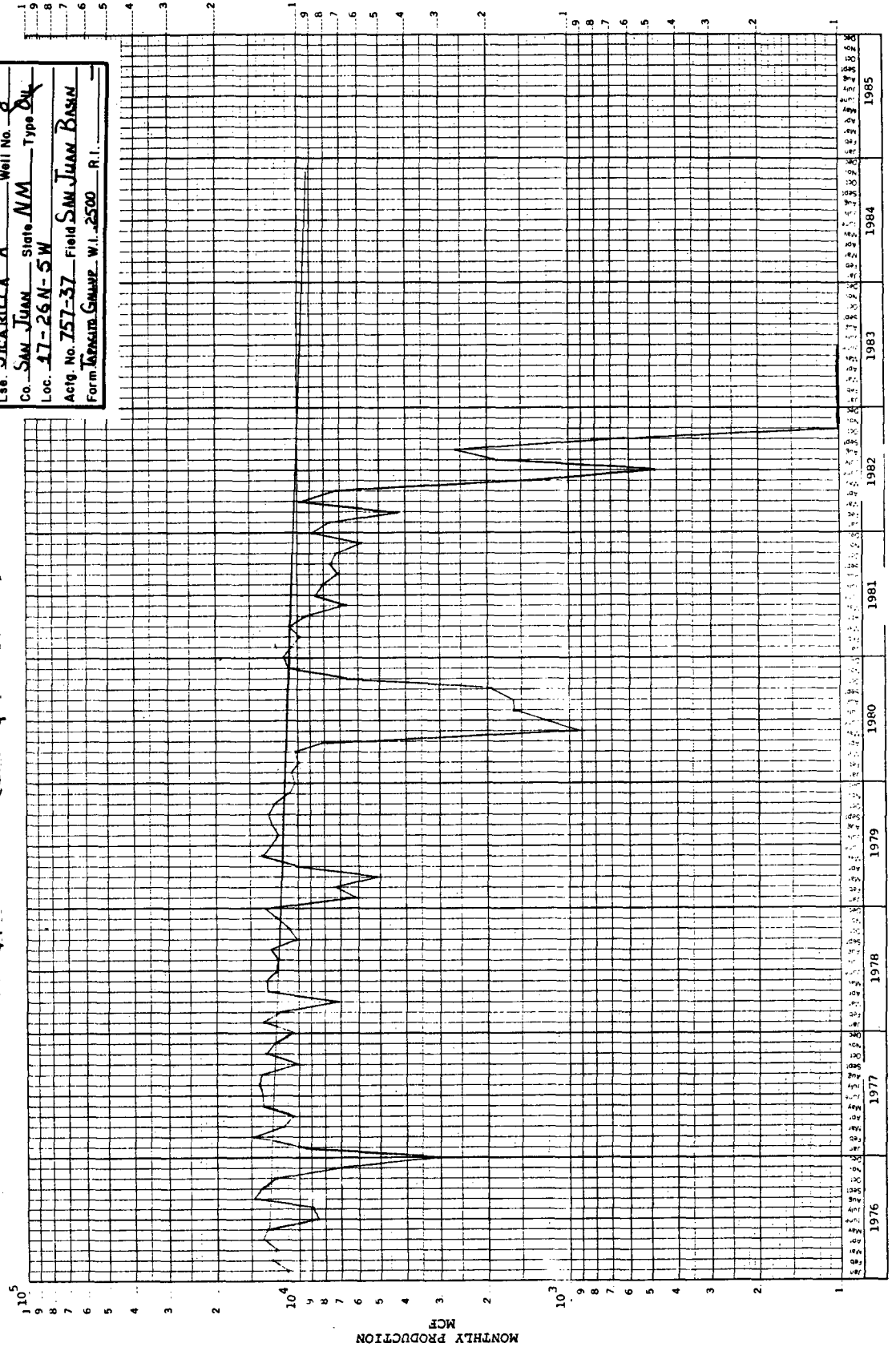
(Title)

September 13, 1983

(Date)

Jicarilla A#8 (Gallup-continued)

TENNECO OIL COMPANY	Company Operated
Loc. JICARILLA "A"	Well No. 8
Co. SAM JUAN	State NM
Loc. 47-26N-5W	Type OIL
Actg. No. 757-37	Field SAM JUAN BASIN
Form TAPACOM GMAWP W.I. 2500	R.I.



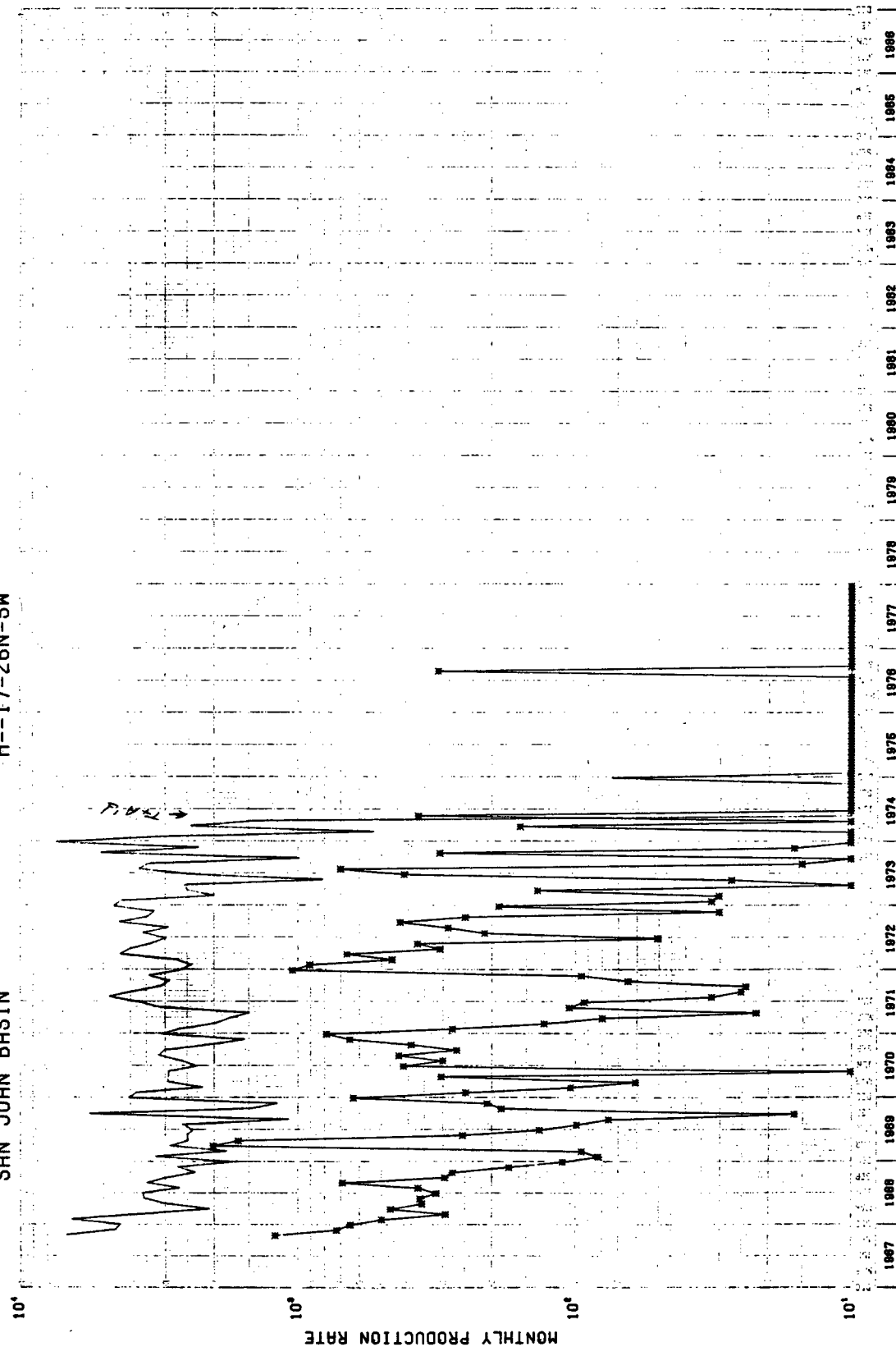
JICARILLA A #8 (DAKOTA)
H--17-26N-5W

BH5IN UHQUIH
SAN JUAN BASIN

LEGEND

— INJ (BBL)

— OIL (BBL)



PLOT-ID JIC-A

B & R SERVICE, INC.

P. O. Box 1048
Farmington, New Mexico 87499
(505) 325-2393

Company Tenneco Oil Co Lease Jicarilla Well A-8
County Rio Arriba State N. Mex. Date 8-16-83
Shut-In 8 Days Zero Point G.L. Tbg. Pressure 486
Casing Pressure _____ Tbg. Depth _____ Casing Perf. 6814-18
Max. Temp. _____ Fluid Level None

<u>DEPTH</u>	<u>PSIG</u>	<u>GRADIENT</u>
0	488	----
1000	509	.021
2000	529	.020
3000	552	.023
4000	577	.025
5000	604	.027
6000	629	.025
6440	642	.030

✓ MEXICO OIL CONSERVATION COMMISS
WELL DELIVERABILITY TEST REPORT FOR 19 73

Form C122-A
 Revised 1-1-68

POOL NAME BASIN	POOL SLOPE n = 75	FORMATION DAKOTA	COUNTY KA
---------------------------	-----------------------------	----------------------------	---------------------

75-279

COMPANY TENNECO OIL COMPANY			WELL NAME AND NUMBER JICARILLA A #6 DK		
UNIT LETTER H	SECTION 17	TOWNSHIP 26	RANGE 5	PURCHASING PIPELINE EL PASO NATURAL GAS CO.	
CASING O.D. - INCHES 4.500	CASING I.D. - INCHES 4.52	SET AT DEPTH - FEET 7656	TUBING O.D. - INCHES 2.375	TUBING I.D. - INCHES 1.995	TOP - TUBING PERF. - FEET 729
GAS PAY ZONE FROM 7312 TO 7344		WELL PRODUCING THRU CASING X TUBING X		GAS GRAVITY 0.705	GRAVITY X LENGTH 5139
DATE OF FLOW TEST FROM 12/31/72 TO 1/18/73			DATE SHUT-IN PRESSURE MEASURED 05/07/73		

PRESSURE DATA - ALL PRESSURES IN PSIA

(a) Flowing Casing Pressure (DWI) 313	(b) Flowing Tubing Pressure (DWI) 241	(c) Flowing Meter Pressure (DWI) 3.3	(d) Flow Chart Static Reading 6-	(e) Meter Error (Item c - Item d) 16	(f) Friction Loss (a-c) or (b-c) 314	(g) Average Meter Pressure (Integr.) 308
(h) Corrected Meter Pressure (g+e) 324	(i) Avg. Wellhead Press. $P_i = (h+f)$ 324	(j) Shut-in Casing Pressure (DWI) 684	(k) Shut-in Tubing Pressure (DWI) 684	(l) P_c = higher value of (j) or (k) 684	(m) Del. Pressure $P_d = 5\% P_c$ 342	(n) Separator or Dehydrator Pr. (DWI) for critical flow only

FLOW RATE CORRECTION (METER ERROR)

Integrated Volume - MCF/D 148	Quotient of $\frac{\text{Item c}}{\text{Item d}}$ 0.981	$\sqrt{\frac{\text{Item c}}{\text{Item d}}}$ 0.99	Corrected Volume Q = 147 MCF/D
-----------------------------------------	-------------------------------------------------------------------	-------------------------------------------------------------	------------------------------------------

WORKING PRESSURE CALCULATION

$(1-e^{-5})$ 0.312	$(F_c Q_m)^2 (1000)$ 1.91	$R^2 = (1-e^{-5}) (F_c Q_m)^2 (1000)$ 596	P_i^2 14976	$P_w^2 = P_i^2 + R^2$ 15572	$P_w = \sqrt{P_w^2}$ 395
------------------------------	-------------------------------------	-----------------------------------------------------	-------------------------	---------------------------------------	------------------------------------

DELIVERABILITY CALCULATION

$D = Q \left[\frac{P_c^2 - P_d^2}{P_c^2 - P_w^2} \right]^n =$ 147	$\left(\frac{35.892}{302284} \right)^n =$ 0.9685	$=$ 0.9763	$=$ 144 MCF/D
------------------------------------------------------------------------------	-------------------------------------------------------------	----------------------	-------------------------

REMARKS:

Submitted to Commission

5-30-73

SUMMARY

Item h **308** Psia
 P_c **684** Psia
 Q **147** MCF/D
 P_w **395** Psia
 P_d **342** Psia
 D **144** MCF/D

Company **ENGR. & PROD**
 By _____
 Title _____
 Witnessed By **ORIGINAL SIGNED BY J. D. NICKS**
 Company **ENGINEERING & PRODUCTION SERVICE, INC.**

73/12/22

5.295 75-279

JICARILLA A #8
DAKOTA BOTTOM-HOLE PRESSURE
ADJUSTED TO DEPTH OF 6440'

DATE: 08/19/83
FILE: AS
PROJ: 0

G A S W E L L P R E S S U R E S

MEASURED DEPTH, FEET	6440.	FLOW STREAM ID, INCHES	0.
TRUE VERTICAL DEPTH, FEET	6440.	FLOW STREAM OD, INCHES	1.995
GAS GRAVITY	0.700	CRITICAL TEMPERATURE	390.
BOTTOM HOLE TEMPERATURE	180.	CRITICAL PRESSURE	666.
NITROGEN, MOL %	0.	CONDENSATE GRAVITY, DEG API	50.0
CARBON DIOXIDE, MOL %	0.	WATER GRAVITY	1.047
HYDROGEN SULFIDE, MOL %	0.	PIPE ROUGHNESS, INCHES	0.00060

GAS RATE	WH TEMP	WELLHEAD	BOTTOMHOLE	P/Z	CONDENSATE	WATER
M/D-----	DEG F--	PSIG-----	PSIG-----	PSIG-----	STB/MMCF--	BM/MMCF--
0.	60.	672.	796.♦	864.	0.	0.
		= 684 psia	= 808 psia			

♦ COMPUTED VALUE

This is a calculation of the bottom-hole pressure of the Dakota zone adjusted to a datum of 6440'. The surface pressure after 8 days of SI was 684 psia, according to the last Well Deliverability Test Report, dated May, 1973. The Dakota was temporarily abandoned in April, 1974.



SMITH ENERGY SERVICES

Division of Smith International, Inc.

2198 East Bloomfield Highway
Farmington, New Mexico 87401
Phone (505) 327-7281

August 25, 1983

Tenneco
Western Rocky Mtn. Div.
P.O. Box 3249
Englewood, Co. 80155

ATTN: Mark Owen


Dear Mr. Owen:

A compatibility study was conducted using the following formation water samples:

- | | | |
|-------------------|---|----------------------|
| 1. Jicarilla B#5E |) | Dakota formation |
| 2. Jicarilla B#5E | | Mesa Verde formation |
| 3. Jicarilla A #8 | | Gallup formation |

A small amount of reddish orange precipitate formed, but this is to be expected when oxygen is admitted to a water sample containing even a trace of iron. This precipitate should pose no problems in a closed system. No solid precipitates of any other type was noted and these samples should be considered to be compatible for mixing in any concentrations needed.

Sincerely,
SMITH ENERGY SERVICES


Loren L. Diede
District Engineer

LLD/kr

REPORT NUMBER : 2
DATE : 8-22-83

COMPANY : TENNECO

ATTENTION OF : JOHN COOK

COUNTY :
FORMATION : GALLUP
WELL : #8

DATE SAMPLED : 8-20-83
FIELD :
LEASE : JICARILLA "A"
SES ANALYST : LOREN L. DIEDE

WATER ANALYSIS
=====

SPECIFIC GRAVITY	1.000	pH :	6.50
CHLORIDE :	2099.527 mg/l	CALCIUM :	40.080 mg/l
BICARBONATE :	122.034 mg/l	MAGNESIUM :	48.595 mg/l
SULFATE :	300.000 mg/l	TOTAL IRON :	83.770 mg/l
SULFIDE :	0.000 mg/l	SODIUM :	1343.650 mg/l
POTASSIUM :	0.000 mg/l		
TOTAL HARDNESS (as CaCO ₃) :		300.180 mg/l	
TOTAL DISSOLVED SOLIDS :		4037.656 mg/l	
RESISTIVITY :	1.600 OHM METERS @	60.0 DEGREES FAHRENHEIT.	

Sample Source :

PRODUCED WATER

Analyst's Remarks :

REPORT NUMBER : 2
DATE : 8-22-83

COMPANY : TENNECO

ATTENTION OF : JOHN COOK

COUNTY :
FORMATION : DAKOTA
WELL : #5E

DATE SAMPLED : 8-20-83
FIELD :
LEASE : JICAKILLA "B"
SES ANALYST : LOREN L. DIEDE

WATER ANALYSIS
=====

SPECIFIC GRAVITY	1.010	pH :	6.50
CHLORIDE :	7698.264 mg/l	CALCIUM :	440.880 mg/l
BICARBONATE :	610.170 mg/l	MAGNESIUM :	340.030 mg/l
SULFATE :	1500.000 mg/l	TOTAL IRON :	27.924 mg/l
SULFIDE :	0.000 mg/l	SODIUM :	4766.145 mg/l
POTASSIUM :	0.000 mg/l		
TOTAL HARDNESS (as CaCO ₃) :		2501.500 mg/l	
TOTAL DISSOLVED SOLIDS :		15383.413 mg/l	
RESISTIVITY :	0.650 OHM METERS @	60.0 DEGREES FAHRENHEIT.	

Sample Source :

PRODUCED WATER

Analyst's Remarks :

JICARILLA A 8
DETERMINATION OF ALLOCATION PERCENTAGES

Both the Gallup and the Dakota have reached the straight line portions of their decline curves. The decline rates are 8% per year for the Gallup and 10% per year for the Dakota. Assuming initial flow rates of 7000 MCF/month in the Gallup and 3700 MCF/month for the Dakota, the zones have the following remaining reserves*:

Gallup	964.1 MMCF
Dakota	387.3 MMCF

The allocations for each zone should therefore be 71% to the Gallup and 29% to the Dakota.

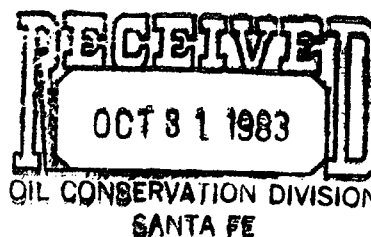
* Economic limit = 300MCF/month for each zone.

Tenneco Oil Company

A Tenneco Company

Western Rocky Mountain Division

P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800



Delivery Address:
6162 South Willow Drive
Englewood, Colorado

October 12, 1983

RECEIVED

OCT 17 1983

FAR WEST PRODUCING

Amoco Production Company
Amoco Building
17th Broadway
Denver, CO 80202

Attn: Laura Greeley

RE: Jicarilla A8
NE/4 Sec. 17, T26N, R5W
Rio Arriba County, NM

Gentlemen:

Tenneco has applied for administrative approval to commingle production from the Gallup and Dakota zones in the above referenced well. If you as an offset operator, have no objection to the proposed commingling, please sign the waiver at the bottom of this page and forward to:

New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501
Attention: Gilbert Quintana

We would appreciate your returning one copy to the undersigned.

Very truly yours,

TENNECO OIL COMPANY

Harry Hufft
Division Production Manager

HH/J0/gj

W A I V E R

We hereby waive any objections to Tenneco Oil Company's application to commingle production as set forth above.

Name: RB Giles

for Title: Amoco Production Company

Date: 10/26/83

Tenneco Oil Company

A Tenneco Company

Western Rocky Mountain Division

P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800



Delivery Address
6162 South Willow Drive
Englewood, Colorado

OIL CONSERVATION DIVISION
SANTA FE

October 12, 1983



El Paso Natural Gas Company
P.O. Box 1492
El Paso, TX 79978

RE: Jicarilla A8
NE/4 Sec. 17, T26N, R5W
Rio Arriba County, NM

Gentlemen:

Tenneco has applied for administrative approval to commingle production from the Gallup and Dakota zones in the above referenced well. If you as an offset operator, have no objection to the proposed commingling, please sign the waiver at the bottom of this page and forward to:

New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501
Attention: Gilbert Quintana

We would appreciate your returning one copy to the undersigned.

Very truly yours,

TENNECO OIL COMPANY

Harry Hufft
Division Production Manager

HH/J0/gj

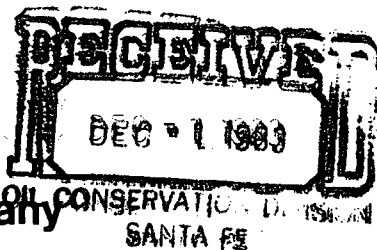
W A I V E R

We hereby waive any objections to Tenneco Oil Company's application to commingle production as set forth above.

Name: David M. Poage Title: Landman

Date: 10/21/83

11-17-83
John
to Gene Motter
OK



To: Gene Motter
If you need any info from
me let me know
John
Bryman

Tenneco Oil Company

A Tenneco Company

Western Rocky Mountain Division

P.O. Box 3249
Englewood, Colorado 80155
(303) 740-4800

Delivery Address:
6162 South Willow Drive
Englewood, Colorado



November 1, 1983

Oxy Petroleum
1600 Broadway, Suite 900
Denver, Colorado 80202

Attn: Bob Pasque

RE: Jicarilla A8
NE/4 Sec. 17, T26N, R5W
Rio Arriba County, New Mexico

Gentlemen:

Tenneco has applied for administrative approval to commingle production from the Gallup and Dakota zones in the above referenced well. If you as an offset operator, have no objection to the proposed commingling, please sign the waiver at the bottom of this page and forward to:

New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501
Attn: Gilbert Quintana

We would appreciate your returning one copy to the undersigned.

Very truly yours,

TENNECO OIL COMPANY

Harry Hufft
Division Production Manager

HH/JO/gj

W A I V E R

We hereby waive any objections to Tenneco Oil Company's application to commingle production as set forth above.

Name: Gene Motter Title: Rep. Man
Date: 11/18/83