5/23/96 DHC-1249



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Business	
Unit	

May 1, 1996

Mr. William J. LeMay, Director New Mexico Oil Conservation Division 2040 S. Pacheco Street P. O. Box 6429 Santa Fe, NM 87505

Application for Exception to Rule 303-C Downhole Commingling Jicarilla 155 #29 Well Unit F Section 32-T26N-R5W Otero Chacra and Blanco Mesaverde Pools <u>Rio Arriba County, New Mexico</u>

Enclosed please find an administrative application form (C-107-A) and attachments for downhole commingling for the captioned well. By copy of this application by certified mail, return receipt requested, Amoco is notifying all offset operators in the formations captioned above as well as all affected interest owners if the ownership of those formations is not common. Amoco is the only offset operator in both formations. The Division Director may approve the proposed downhole commingling in the absence of a valid objection from any offset operator or any interest owner in those instances where ownership is not common in the zones to be commingled within 20 days after the receipt of the application if, in his opinion, waste will not result thereby, and correlative rights will not be violated.

Should there be questions concerning this matter, please contact me at (303) 830-5344.

Sincerely, KINER

Pamela W. Staley Enclosures cc: Steve Smethie Patty Haefele Wellfile Proration file Frank Chavez, Supervisor NMOCD District III 1000 Rio Brazos Road Aztec, NM 87410

Robert Kent Bureau of Land Management 435 Montano NE Albuquerque, NM 87107 DISTRICT II

DISTRICT III

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

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

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

APPROVAL PROCESS: X Administrative _____ Hearing

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

EXISTING WELLBORE

APPLICATION FOR DOWNHOLE COMMINGLING

Amoco Production Company

P.O. Box 800 Denver, CO 80201

X YES __ NO

X Yes

Yes

_X_Yes __

No

No

No

Jicarilla Contract #155	29	Unit F Section 32-T26N-R5	V Rio Arriba	
Lease	Well No.	Unit Ltr Sec Twp - Rge Spa	County Spacing Unit Lease Types: (check 1 or more)	
OGRID NO. 000778 Property Code	000741 API NO. 30039	22531 Federal x	State (and/or) Fee	
The following facts are submitted in support of downhole commingling:	Upper Zone	Intermediate Zone	Lower Zone	
1. Pool Name and 82329			BLANCO MESAVERDE 72319	

Pool Code					
2. Top and Bottom of Pay Section (Perforations)	3751' - 3862'		5060' - 5236'		
3. Type of production (Oil or Gas)	GAS		GAS		
4. Method of Production (Flowing or Artificial Lift)	FLOWING		FLOWING		
5. Bottomhole Pressure Oil Zones - Artificial Lift: Estimated Current	(Current) 424 PSI a.	а.	a. 657 PSI		
Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated or Measured Original	(Original) 1156 PSI b.	b.	b. 1349 PSI		
6. Oil Gravity (° API) or Gas BTU Content	1205 BTU		1278 BTU / 49 DEG API		
7. Producing or Shut-In?	PRODUCING		PRODUCING		
Production Marginal? (yes or no)	YES		YES		
If Shut-In, give data and oil/gas/water rates of last production Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data	Date: Rates:	Date Rates:	Date Rates:		
 If Producing, give date and oil/gas/water rates of recent test (within 60 days) 	2/96 Date: 60 MCFD Rates: 0.01 BCPD 0.10 BWPD	Date: Rates:	2/96 Date: 109 MCFD Rates: 2.06 BCPD 1.99 BWPD		
8. Fixed Percentage Allocation Formula -% for each zone	Oil: 0 ^{Gas} 36 _%	Oil: Gas %: %	Oil: 100 ^{Gas} 64 %		

9. If allocation formula is based upon something other than current or past production, or is based upon some other method, submit attachments with supporting data and/or explaining method and providing rate projections or other required data.

10. Are all working, overriding, and royalty interests identical in all commingled zones? If not, have all working, overriding, and royalty interests been notified by certified mail? Have all offset operators been given written notice of the proposed downhole commingling?

Will cross-flow occur? ____ Yes _X_ No If yes, are fluids compatible, will the formations not be damaged, will any cross-flowed production be recovered, and will the allocation formula be reliable. ___Yes ___ No (If No, attach explanation) 11. Will cross-flow occur?

_X_Yes ___No

12. Are all produced fluids from all commingled zones compatible with each other?

13. Will the value of production be decreased by commingling? ____Yes _X_No (If Yes, attach explanation)

14. If this well is on, or communitized with, state or federal lands, either the Commissioner of Public Lands or the Untied States Bureau of Land Management has been notified in writing of this application. _X_Yes ____No JICARILLA CONTRACT #155

ORDER NO(S).

15. NMOCD Reference Cases for Rule 303(D) Exceptions:

16. ATTACHMENTS:

* C-102 for each zone to be commingled showing its spacing unit and acreage dedication.

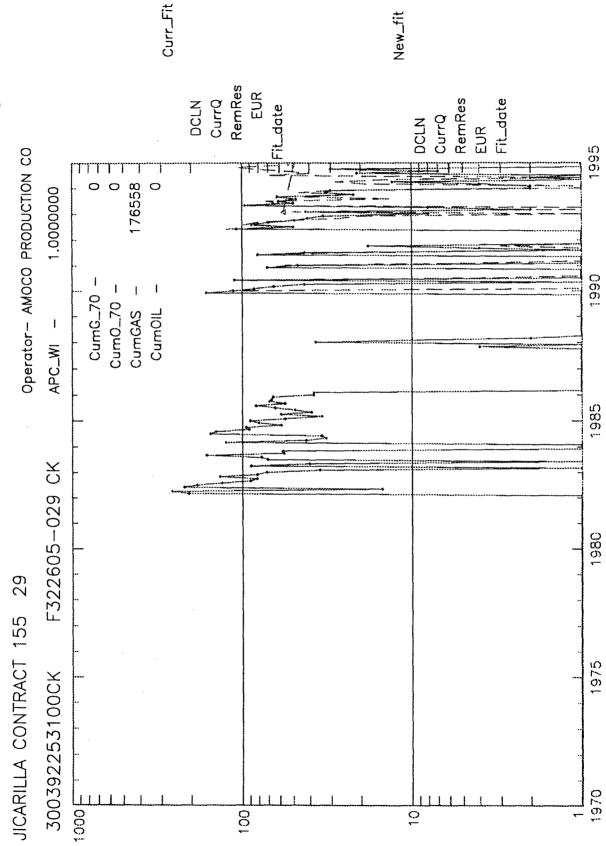
- Production curve for each zone for at least one year. (If not available, attach explanation.)
 For zones with no production history, estimated production rates and supporting data.
- * Data to support allocation method or formula.
- * Notification list of all offset operators.
- * Notification list 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 above is true and complete to the best of m	iy knowledg	e and belief.		
SIGNATURE Transfer Status	TITLE	REGULATORY AFFAIRS REP	DATE 4/22/96	
TYPE OR PRINT NAME PAMELA W. STALEY			830-5344	_

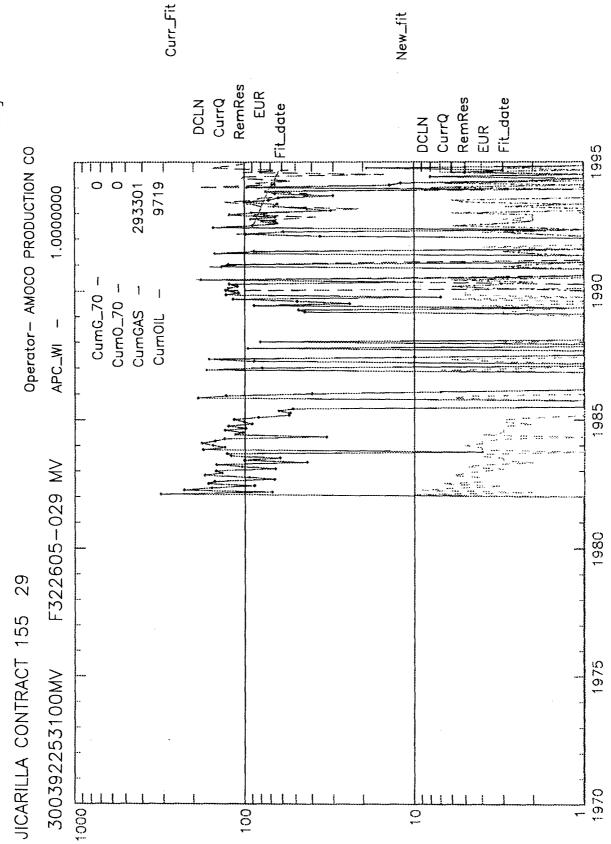
DIL CONSERVATION DIVISION DIL CONSERVATION DIVISION P. O. DOX 2088 DEFARTMENT DANTA FE, NEW MEXICO 87501

Form C-107 kevised 10-1-7

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Operator			Ī	Lease				Well No.
AMOCO PRODUCTI	CON COMPAN	Y		JIC	ARILLA CON	TRACT 15	5	29
Unit Letter Sect	lon	Township		Rang	8	County		
F	32	26N			5W	Rio	Arriba	
Actual Footage Location	of Well;							
1810 fee	t from the NO	rth	line and	152	0 fee	t from the	West	jine.
Ground Lovel Elev:	Producing For	nation		Pool	· · ·			Dedica ted Acreage;
6583	Chacra/M	esaverde		Otero	Chacra/Gor	izales Me	saverde	160 Acres
1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.								
2. If more than c interest and ro	one lease is yalty).	dedicated to	the wel	l, outline	e each and id	entify the o	ownership	thereof (both as to working
dated by comm		nitization, fo			idation			
this form if nec No allowable w	essary.) ill be assign	ed to the well	until all	interes	ts have been	consolidat	ed (by con	lated. (Use reverse side of nmunitization, unitization, n approved by the Commis-
			······································			1		CERTIFICATION
	1810						tained h	certify that the information con- erein is true and complete to the my knowledge and belief. h Mousefy
1520י	 						Position DISTRI Company	CT ENGINEER PRODUCTION COMPANY
	l Sei	C •	**************************************				Date	BER 8, 1980
	 		32		· ·		shown o notes si under m is true	y certify that the well location in this platwos plotted from field actual surveys made by me or y supervision, and that the same and comect to the best of my ge and belief.
	 			 			Date Surve July Registered and Las Fred Certificate	29 1380
	Scal	le: 1"=100	01 01				395 P	120 B. KENT FORM 24-11



Engr: zhab0b



Engr: zhab0b