

DATE IN 12/2/99	SUSPENSE 12/22/99	ENGINEER DC	LOGGED MV	TYPE DHC
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ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -

2554

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]

[1] **TYPE OF APPLICATION** - Check Those Which Apply for [A]

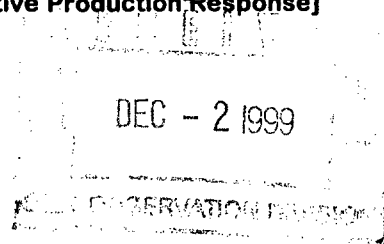
[A] Location - Spacing Unit - Directional Drilling
NSL NSP DD SD

Check One Only for [B] and [C]

[B] Commingling - Storage - Measurement

X DHC CTB PLC PC OLS OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
WFX PMX 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

[C] Application is One Which Requires Published Legal Notice

[D] X Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] Waivers are Attached

[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.

Peggy Cole

Print or Type Name

Peggy Cole
Signature

Regulatory/Compliance Administrator

Title

Date

DISTRICT I
1625 N. French Dr., Hobbs, NM 88240
DISTRICT II
811 South First St., Artesia, NM 88210
DISTRICT III
1000 Rio Brazos Rd, Aztec, NM 87410
DISTRICT IV
2040 S. Pacheco, Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

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

Form C-107-A
Revised August 1999

APPROVAL PROCESS:

___ Administrative ___ Hearing

EXISTING WELLBORE

___X___ YES ___ NO

APPLICATION FOR DOWNHOLE COMMINGLING

BURLINGTON RESOURCES OIL & GAS COMPANY

PO BOX 4289, FARMINGTON, NM 87499

Operator

Address

GRENIER

15

F 18-31N-11W

SAN JUAN

Lease

Well No.

Unit Ltr. - Sec - Twp - Rge

County

Spacing Unit Lease Types: (check 1 or more)

OGRID NO. 14538 Property Code 18530 API NO. 30-045-11668 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 Pool Code	BLANCO MESAVERDE - 72319		BASIN DAKOTA - 71599
2. Top and Bottom of Pay Section (Perforations)	WILL BE SUPPLIED UPON COMPLETION		WILL BE SUPPLIED UPON COMPLETION
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 Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original	a. (Current) 544 psi (see attachment) b. (Original) 876 psi (see attachment)	a. (Current) b. (Original)	a. (Current) 693 psi (see attachment) b. (Original) 2162 psi (see attachment)
6. Oil Gravity (EAPI) or Gas BTU Content	BTU 1220		BTU 1189
7. Producing or Shut-In?	SHUT-IN		SHUT-IN
Production Marginal? (yes or no)	NO		YES
* If Shut-In, give date and oil/gas/water rates of last production	Date: N/A Rates:	Date: N/A Rates:	Date: N/A Rates:
Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data	Date: N/A Rates:	Date: N/A Rates:	Date: N/A Rates:
* If Producing, give date and oil/gas/water rates of recent test (within 60 days)			
8. Fixed Percentage Allocation Formula -% for each zone (total of %'s to equal 100%)	Oil: % Gas: % WILL BE SUPPLIED UPON COMPLETION	Oil: % Gas: % WILL BE SUPPLIED UPON COMPLETION	Oil: % Gas: % WILL BE SUPPLIED UPON COMPLETION

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? ___X___ Yes ___ No
If not, have all working, overriding, and royalty interests been notified by certified mail? ___ Yes ___ No

11. Will cross-flow occur? ___X___ Yes ___ 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. ___X___ Yes ___ No (If No, attach explanation)

12. Are all produced fluids from all commingled zones compatible with each other? ___X___ Yes ___ No

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 United States Bureau of Land Management has been notified in writing of this application. ___X___ Yes ___ No

15. NMOCD Reference Cases for Rule 303(D) Exceptions: ORDER NO(S).

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 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 my knowledge and belief.

SIGNATURE

TITLE PRODUCTION ENGINEER

DATE:

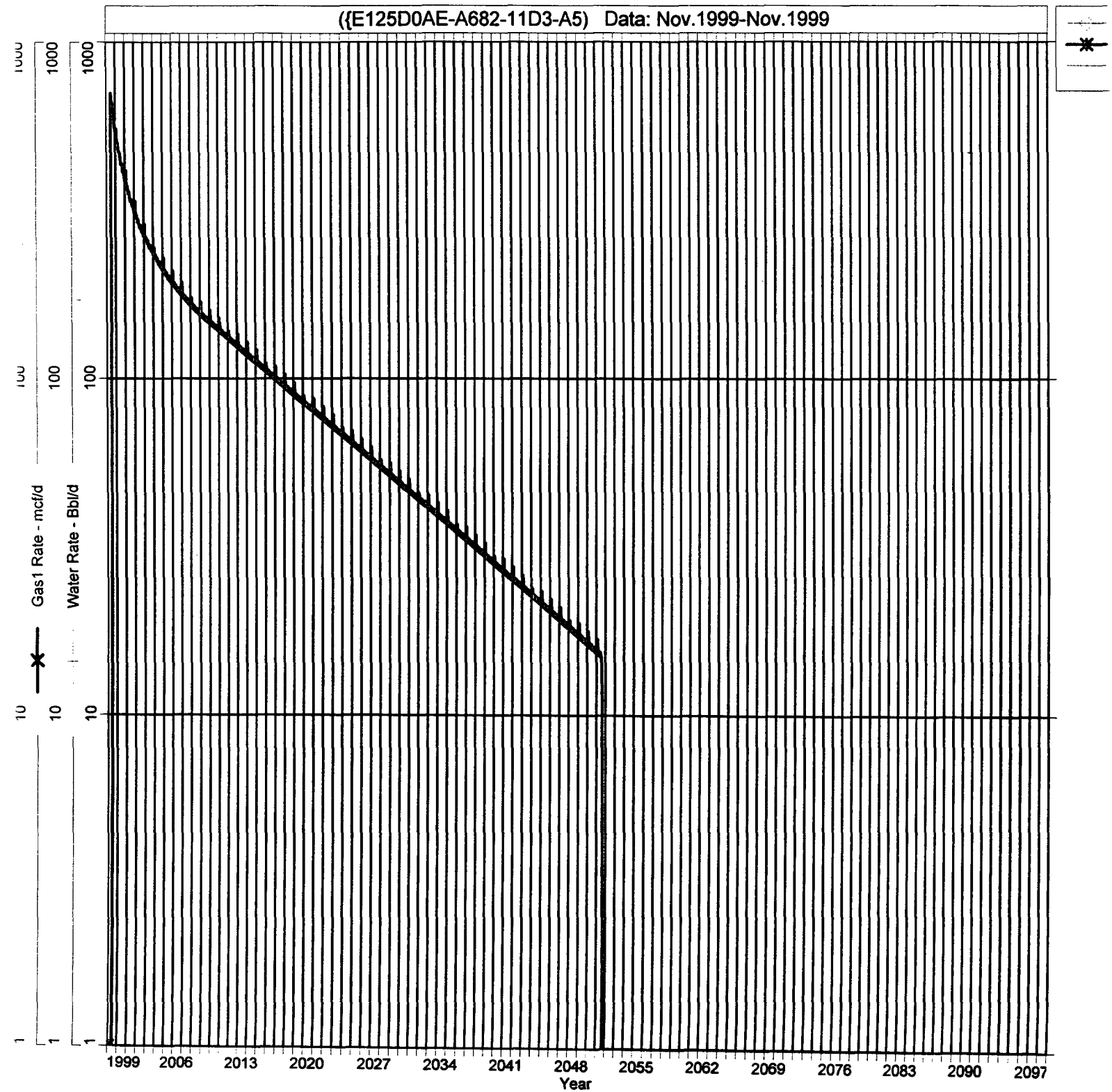
11/30/99

TYPE OR PRINT NAME DAN T. VOECKS

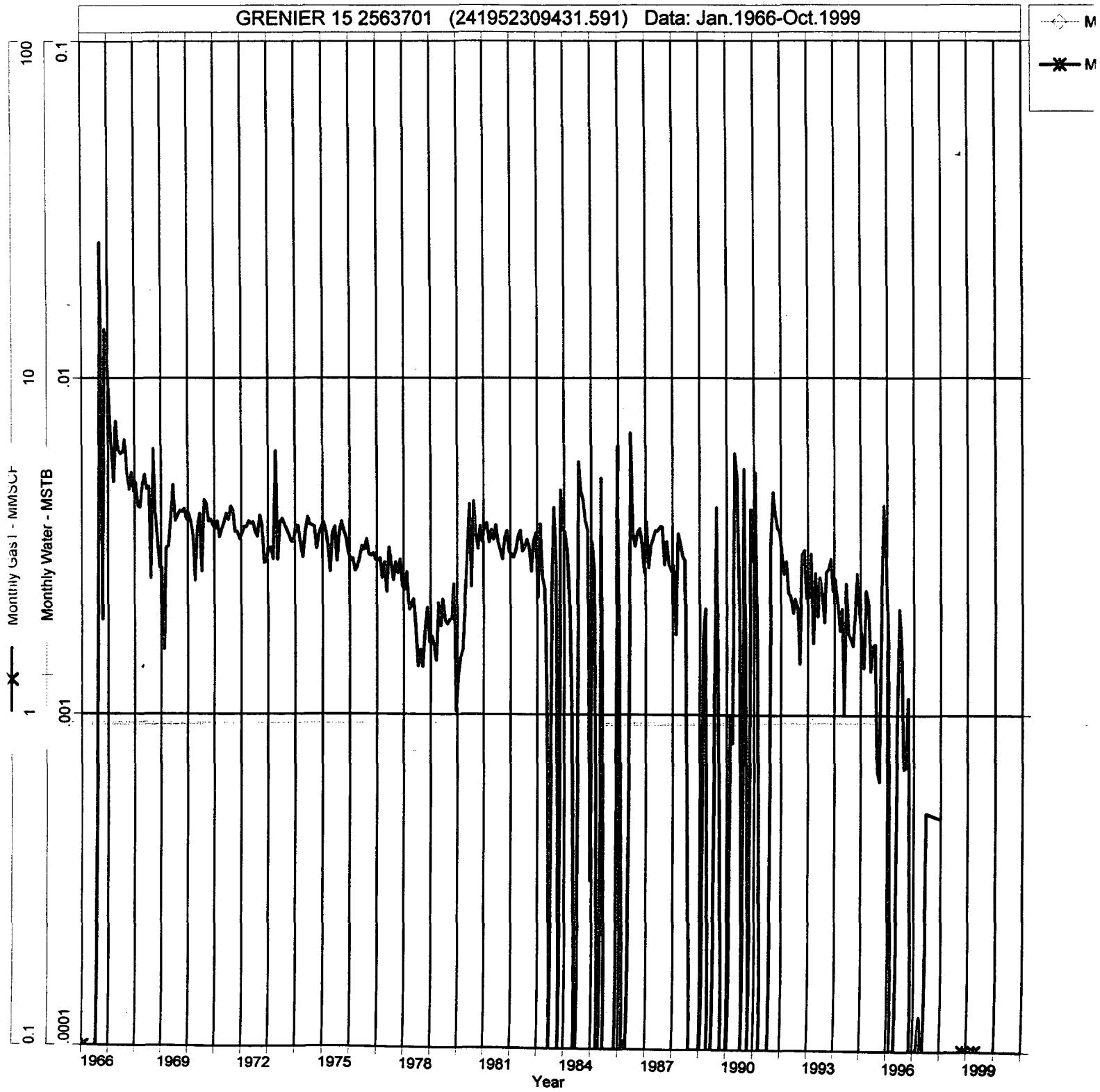
TELEPHONE NO. 505-326-9700

16					17 OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</i>
	1472'		Original plat from E.V. Echohawk 3-26-66		Signature Peggy Cole
1090'					Printed Name Regulatory Administrator
					Title
					Date
					18 SURVEYOR CERTIFICATION <i>I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.</i>
					Date of Survey
					Signature and Seal of Professional Surveyor:
					Certificate Number

Grenier #15
Expected Production
Mesaverde Formation



Grenier #15
Actual Production
Dakota Formation



Grenier #15
Bottom Hole Pressures
Flowing and Static BHP
Cullender and Smith Method
Version 1.0 3/13/94

Mesaverde		Dakota	
<u>MV-Current</u>		<u>DK-Current</u>	
GAS GRAVITY	<u>0.703</u>	GAS GRAVITY	<u>0.7</u>
COND. OR MISC. (C/M)	<u>C</u>	COND. OR MISC. (C/M)	<u>C</u>
%N2	<u>0.26</u>	%N2	<u>0.26</u>
%CO2	<u>0.84</u>	%CO2	<u>1.9</u>
%H2S	<u>0</u>	%H2S	<u>0</u>
DIAMETER (IN)	<u>1.5</u>	DIAMETER (IN)	<u>1.5</u>
DEPTH (FT)	<u>5084</u>	DEPTH (FT)	<u>7135</u>
SURFACE TEMPERATURE (DEG F)	<u>60</u>	SURFACE TEMPERATURE (DEG F)	<u>60</u>
BOTTOMHOLE TEMPERATURE (DEG F)	<u>137</u>	BOTTOMHOLE TEMPERATURE (DEG F)	<u>198</u>
FLOWRATE (MCFPD)	<u>0</u>	FLOWRATE (MCFPD)	<u>0</u>
SURFACE PRESSURE (PSIA)	<u>477</u>	SURFACE PRESSURE (PSIA)	<u>582</u>
BOTTOMHOLE PRESSURE (PSIA)	<div>543.8</div>	BOTTOMHOLE PRESSURE (PSIA)	<div>692.9</div>
<u>MV-Original</u>		<u>DK-Original</u>	
GAS GRAVITY	<u>0.703</u>	GAS GRAVITY	<u>0.7</u>
COND. OR MISC. (C/M)	<u>C</u>	COND. OR MISC. (C/M)	<u>C</u>
%N2	<u>0.26</u>	%N2	<u>0.26</u>
%CO2	<u>0.84</u>	%CO2	<u>1.9</u>
%H2S	<u>0</u>	%H2S	<u>0</u>
DIAMETER (IN)	<u>1.5</u>	DIAMETER (IN)	<u>1.5</u>
DEPTH (FT)	<u>5084</u>	DEPTH (FT)	<u>7135</u>
SURFACE TEMPERATURE (DEG F)	<u>60</u>	SURFACE TEMPERATURE (DEG F)	<u>60</u>
BOTTOMHOLE TEMPERATURE (DEG F)	<u>137</u>	BOTTOMHOLE TEMPERATURE (DEG F)	<u>198</u>
FLOWRATE (MCFPD)	<u>0</u>	FLOWRATE (MCFPD)	<u>0</u>
SURFACE PRESSURE (PSIA)	<u>763</u>	SURFACE PRESSURE (PSIA)	<u>1771</u>
BOTTOMHOLE PRESSURE (PSIA)	<div>876.0</div>	BOTTOMHOLE PRESSURE (PSIA)	<div>2162.1</div>

Grenier #15
Dakota Offset

<u>Wellname</u>	<u>Date</u>	<u>Pressure</u>
GRENIER 15E	06/21/82	1,771
GRENIER 15E	10/16/82	1,591
GRENIER 15E	08/24/83	1,232
GRENIER 15E	08/08/84	998
GRENIER 15E	05/29/85	1,013
GRENIER 15E	10/19/88	712
GRENIER 15E	06/08/90	697
GRENIER 15E	06/02/92	656
GRENIER 15E	03/30/94	582

Grenier #15
Mesaverde Offset

<u>Wellname</u>	<u>Date</u>	<u>Pressure</u>
GRENIER 2	01/23/51	763
GRENIER 2	11/19/70	595
GRENIER 2	05/26/71	539
GRENIER 2	06/18/72	522
GRENIER 2	05/02/73	536
GRENIER 2	06/02/74	514
GRENIER 2	06/26/76	449
GRENIER 2	08/25/78	491
GRENIER 2	08/24/80	502
GRENIER 2	07/24/82	496
GRENIER 2	08/22/84	507
GRENIER 2	07/16/86	519
GRENIER 2	08/28/89	474
GRENIER 2	05/15/91	480
GRENIER 2	05/29/91	492
GRENIER 2	06/30/93	477

31N - 11W - 18