

ABOVE THIS LINE FOR DIVISION USE ONLY

—NEW MEXICO OIL CONSERVATION DIVISION



C APP NO. 1/3037

- Engineering Bureau -1220 South St. Francis Drive, Santa Fe, NM 87505

ADMINISTRATIVE APPLICATION COVERSHEET

THIS COVERSHEET IS MANDATORY FOR ALL-ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication] [DHC-Downhole Comminging] [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 - Simultaneous Dedication

Check One Only for [B] or [C]

- [B] Commingling Storage Measurement
- [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] Dffset Operators, Leaseholders or Surface Owner
- [C] Application is One Which Requires Published Legal Notice
- [D] Notification and/or Concurrent Approval by BLM or SLO U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office
- [E] **[E]** For all of the above, Proof of Notification or Publication is Attached, and/or,
- [F] Uvaivers are Attached

[3] INFORMATION / DATA SUBMITTED IS COMPLETE - Certification

I hereby certify that I, or personnel under my supervision, have reviewed the 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 (including API numbers, pool codes, etc.), pertinent information and any required notification is cause to have the application package returned with no action taken.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Peggy Cole	Degán (alc Regulatory Supervisor	5-7-01
Print or Type Name	Signature	Title	Date
		pbradfield@br-inc.com	m

e-mail Address

District I

.

District II 811 South First Street, Artesia, NM 88210

District III

Well 1000 Rio Brazos Road, Aztec, NM 87410

District IV

2040 South Pacheco, Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION 2040 South Pacheco

Santa Fe, New Mexico 87505

APPLICATION FOR DOWNHOLE COMMINGLING

Form C-107A Revised May 15, 2000

APPLICATION TYPE _X__Single

Establish Pre-Approved Pools EXISTING WELLBORE _____Yes _X___No

3401 East 30th Street, Farmington, New Mexico Burlington Resources Oil and Gas Operator Address L-10-32N-10W Stull 2 <u>San Juan</u> Well No Lease Unit Letter-Section-Township-Range County OGRID No. 14538 Property Code 7554 API No. <u>30-045-30561</u> ___ Lease Type: ____ Federal ____ State _X___Fee **DATA ELEMENT UPPER ZONE INTERMEDIATE ZONE** LOWER ZONE Pool Name Wildcat Mancos **Basin Dakota** Pool Code 71599 Will be supplied upon Will be supplied upon Top and Bottom of Pay Section completion completion (Perforated or Open-Hole Interval) Method of Production (Flowing or Artificial Lift) New Zone New Zone **Bottomhole Pressure** re data will not be required if the bottom perforation in the lower zone is within 150% Original - 3,226 psi Original – 3,373 psi of the depth of the top perforation in the upper zone) (see attachment) (see attachment) **BTU 972** Oil Gravity or Gas BTU (Degree API or Gas BTU) BTU 1262 From Hancock B6 - Offsest From EPNG Com C5-Offset Producing, Shut-In or **New Zone** New Zone New Zone Date and Oil/Gas/Water Rates N/A Date: Date: N/A Date: of Last Production. (Note: For new zones with no production history, applicant shall be required to attach production Rates: Rates: Rates: estimates and supporting data.) Oil Oil Gas Oil Gas **Fixed Allocation Percentage** Gas (Note: If allocation is based upon som than current or past production, supporting data or Supplied Upon Completion Supplied Upon Completion Supplied Upon Completion explanation will be required.)

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? If not, have all working, royalty and overriding royalty interest owners been notified by certified mail?	YesNo_ <u>X</u> Yes <u>X</u> No	-
Are all produced fluids from all commingled zones compatible with each other?	Yes X No	-
Will commingling decrease the value of production?	Yes No <u>X</u>	
If this well is on, or communitized with, state or federal lands, has either the Commissioner of Public Lands or the United States Bureau of Land Management been notified in writing of this application?	Yes <u>X</u> No	_
NMOCD Reference Case No. applicable to this well:		
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, royalty and overriding royalty interests for uncommon interest cases.

Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools List of all operators within the proposed Pre-Approved Pools Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application. Bottomhole pressure data.

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

SIGNATURE_	C.a.M.	liach
nco TYPE OR PRI	NT NAME	Craig A. McCracken

TITLE*Engr.*___

DATE 5/7/01

_TELEPHONE NO. (<u>505</u>) <u>327-9700</u>

126	N.	French	Dr.,	Hoyba,	N.M.	88240	

DESTRICT II 811 South First, Artesia, N.M. 88210

DISTRICT III 1000 Eto Brasos Ed., Astec, N.M. 87410

D

DESTRUCT IV

State of New Mexico Energy, Minerals & Natural Resources Department

Form C-102 Revised August 15, 2000

Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

□ AMENDED REPORT

2040 South Pacheco, Santa Fe, NM 87505 WELL LOCATION AND ACREAGE DEDICATION PLAT Pool Code *Pool Name 1 API Mumber 71599/ Basin Dakota/WC:32N10W10L Mancos 30-045-30561 * Well Number ⁴Property Name ⁴Property Code STULL 2 "OGRID No. *Operator Name Levation 14538 BURLINGTON RESOURCES OIL & GAS, INC. 6136' ¹⁰ Surface Location North/South line UL or lot no. Section Township Range Lot kin Feet from the Feet from the East/West line County 10 32-N 1630 SOUTH 1070 SAN JUAN L 10-W WEST ¹¹ Bottom Hole Location If Different From Surface Feet from the North/South line Section Township Lot Idn Feet from the East/Vest line UL or lot no. Range County ³⁹ Joint or Infill ¹⁴ Consolidation Code Dedicated Acres "Order No. DK: S/339.83 Mancos: SW/ 172.2 NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION 18 17 OPERATOR CERTIFICATION y particly that the information on 1 Cale Peggy Cole Printed Name Regulatory Supervisor Title 4-30-01 FD 3 1/2" BLM BC. 1989 Date SURVEYOR CERTIFICATION 18 £ LOT 4 LOT 3 LOT 2 LOT 5 I harolay certify that the well location at LAT. 36-59.8 N LONG. 107-52.5 W. 2709 1070 219 310, MF LL. 10 Date at 8a 00-00-00 630 z SSIONAL LAN LOT 6 8894 N 89-23-54 W 2578.53' (M) SET NAIL AT FENCE CORNER FD 3 1/2" BLM BC, 1969 Canton

OIL CONSERVATION DIVISION 2040 South Pacheco Santa Fe. NM 87505

Stull #2 Gallup – Dakota Commingle Supporting Documentation for C-107A

During the drilling of the Stull #2, a Gallup interval was encountered which required 9.0 Lb/Gal drilling fluid to control. Since the zone could not be controlled with 8.5 Lb/Gal drilling fluid the pressure of this zone must be between these values. Since the top of the productive Gallup zone is at 7,090', the pressure range for this zone can be calculated as follows;

7,090 X .052 X 8.5 = 3,134 psi

7,090 X .052 X 9.0 = 3,318 psi

Since this is a fairly narrow range, it is reasonable to assume the average of 3,226 psi as the pressure for the zone and this is what has been reported on the attached sheet. Copies of the drilling report showing the drilling fluid densities used to control flow from the Gallup are also attached.

Pressure for the Dakota zone is from the EPNG Com C #5, in the SW/4 of section 16, T-32-N, R-10-W, about one-and-a-half miles to the southwest of the Stull. A bottomhole pressure measurement was conducted for this well and is attached. This measurement serves as the basis for the Dakota pressure on the form.

BURLINGTON RESOURCES OIL & GAS - SJD

、,

.

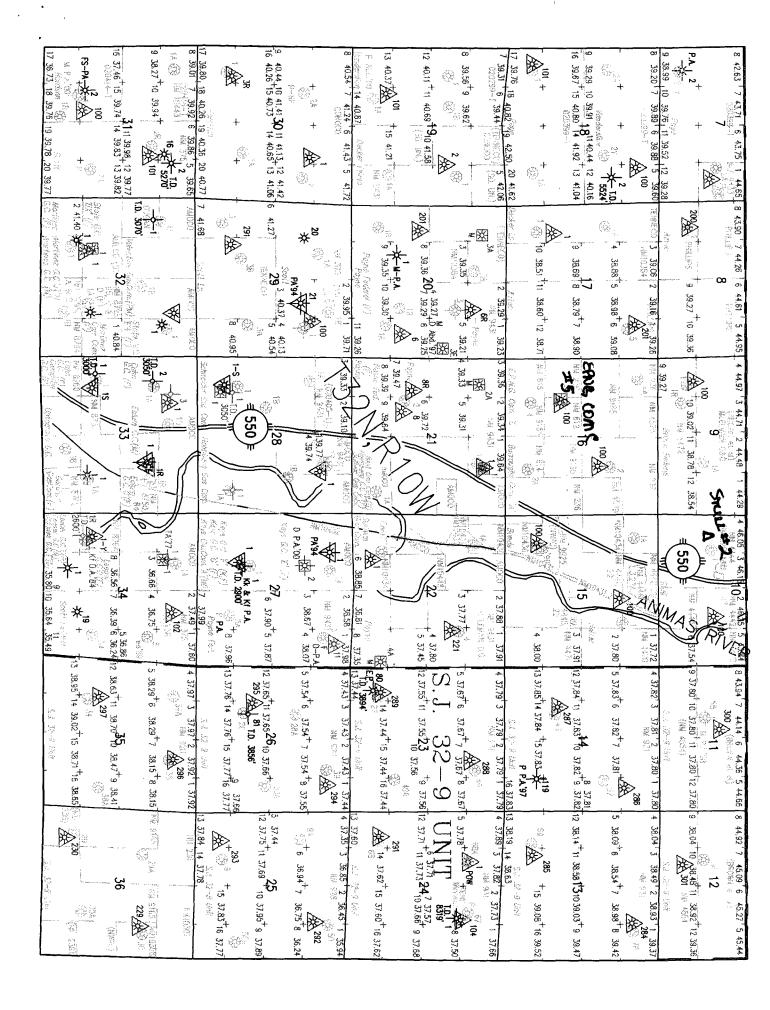
Page 4 of 7

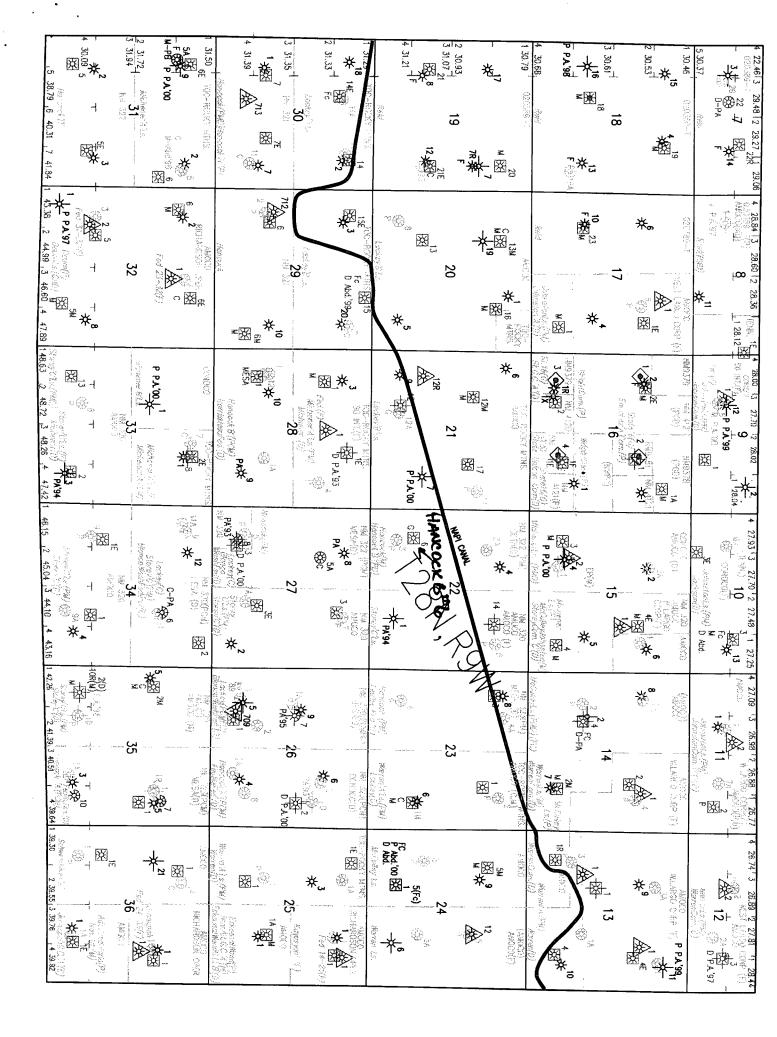
Operations Summary Report

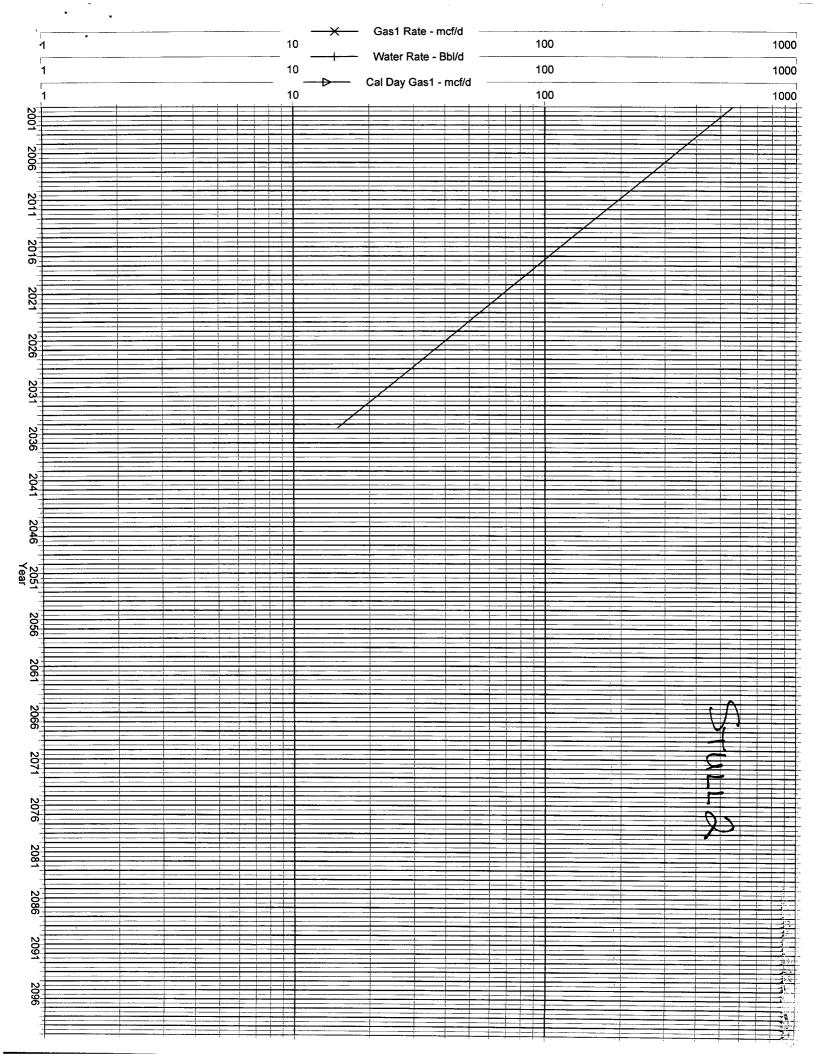
Legal Well Common V Event Nam Contractor Rig Name:	Vell Name: le: Name:	ORIG DF	2 RLG	SERVICE		Start: Rig Release: Rig Number:		Spud Date: End: Group:	4/9/2001 4/25/2001
Date	From - To	Hours	Sub	ColPhase	Code		Description	of Operations	5
4/18/2001	11:00 - 13:15	• • • •	:	а	4	= 85, VIS = 50, W RETURNING MUE FRACTURE @ 70	//L = 10, LCM = 2) WEIGHT @ 8.3 90' IN LOWER G	5%, WELL STILL +. BELIEVE GAS ALLUP FORMAT	IS COMING F/
	13:15 - 14:30	1.25	06	a	4	TIH, TAG @ 7070	•		
	14:30 - 17:45	1		a	4	WASH & REAM F		HARD BRIDGE	7090' TO 7100'
	17:45 - 21:00			a	4		NDITION MUD, I	vi/W = 8.5#, ∨IS =	= 60, W/L = 8, PH = 8,
	21:00 - 22:45	1.75	05	b	4				CHECK, NO FLOW.
	21:00 - 22:43 22:45 - 01:00			a	4	TOH 67 STDS, CH TIMES WHILE TR FOURTH FLOW C	IECKED F/ FLOV	BEFORE STAR	TING TRIP & THREE
		1				SWABBING.			
	01:00 - 02:15			а	4	TIH TO 7343'.			
	02:15 - 03:15	1.00	05	а	4	CIRCULATE OUT PSI, ANNULUS F/			MP @ 3 BPM = 400
	03:15 - 06:00	2.75	05	а	4				VIS = 50, M/W = 9.1# M/W = 9.1#, W/L = 8,
4/19/2001	06:00 - 09:30	3.50	05	b	4		9.2+, M/W = 9.2	+, VIS = 45, W/L	
	09:30 - 10:45	i 1.25	06	b	4		OW CHECK, WE	LL FLOWING 1/4	4" STREAM, TOH 5
	10:45 - 11:15	0.50	06	b	4	TIH, TAG BRIDGI			
	11:15 - 17:30) 6.25	;	. b	4	CIRCULATE, WA TO 9.8+, VIS - 45, FLOW. DRILLED	SH & REAM F/ 7' W/L - 10, LCM - 2' WHILE COND	30%. FLOW CHE	
	17:30 - 21:00	3.50	06	а	4	TOH, FLOW CHE CHECKED, WELL			STDS & FLOW
	21:00 - 22:15	5 1.25	06	a	4	TIH.			
	22:15 - 05:00) 6.75	05	b	4	CIRCULATE OUT RAISE MUD/WT	TO 10.1 # , RAISE D 7350'.	LCM TO 35%. DI	RILLED 5' WHILE
	05:00 - 06:00) 1.00	06	b	4	PULLED, APPRO TO 92K, TIH BAC	X 210' = 7130', P K TO BOTTO <mark>M</mark> .	ULLING 100K &	ST 3 STDS & SINGLE THEN DROPPED OFF
4/20/2001	06:00 - 08:00	2.00	05	a	4	CIRCULATE OUT FLOW CHECK, N		M/WT = 10#, VIS	6 = 53, LCM = 30%,
	08:00 - 09:00	0 1.00	06	а	4	TOH, CIRCULATI WELL.	ED OUT 10 JTS V	N/ KELLY TO PR	EVENT SWABBING
1	09:00 - 10:00	1.00	i 05	а	4	CIRCULATE BOT	TOMS UP. NO G	AS, FLOW CHEC	CK, NO FLOW.
	10:00 - 16:30	6.50	06	a	4	TOH, FLOW CHE			
	16:30 - 00:30	0 8.00	06	а	4	REJET BIT W/ 3	(15'S, PICK UP	10 ADDITIONAL	4 3/4" DRILL STDS, TAG @ 7196'.
1	00:30 - 02:15	5 1.75	03	a	4	WASH & REAM F			
	02:15 - 06:00	1	02	þ	4	MUD DRILL 6 1/4 PUMP @ 246 GP	" HOLE F/ 7343' M = 1800 PSI. TF	TO 7363', WOB =	
4/21/2001	06:00 - 08:00	2.00	02	b	4	1	E F/ 7363' TO 73		PH, WOB = 26K, RPN VIS = 47, W/L = 6.5,

	······································	COBRA SLI	CKLINE	CORPORATI	ON	
		Res	ervoir Enginee	ering Data		
		Fai	mington, Nev	v Mexico		
		INDIVIDU	AL WELL	DATA SHEET		
File No.: 2	10 5 P					
Company:	Burlington	Resources, Inc.				
Lease: EPI	NG Com C					
Well No.:	5					
Field:				-		
· · · · · · · · · · · · · · · · · · ·	te: San Jua	in, NM				
Formation:						
Test Date:	October 2	3 1999				
Elevation (ft):		Casing Pres	ssure (psi): 0		
Atmospher	e Pressure	(psi): 12.69	Tubing Pre	ssure (psi): 2817	·	
Total Dept	h (ft):		Oil Level (f	t):		
Perforation	n (ft): 8204	-8227	Water Leve	el (ft):		
Tbg Size (i	in): 27/8	to (ft): 8194	Temperatur	re (°F): 237.21	at (ft): 8194	
Csg Size (i	in):	to (ft):	Atmosphere	e Temperature ([°]	F): 71	
Packer (ft)	: 8195		Element No	o.: 8450H		
F Nipple (1	ft): 8194		Element Ra	ange (psi): 0-500	00	
Maximum	Safe Test I	Depth (ft): 8124	Operator: J	eff Williams	Unit No.: WL	.1
Well Statu	s: shut in 5	9 hrs				
	Depth	Temperature	Pressure	Differential	Differential	Gradient
Time	Feet	°F	Psig	Psi	Feet	Psi per Ft
9:11	0	53.45	2829.980			
9:05	2000	89.22	2984.040	154.060	2000	0.077030
8:59	4000	143.19	3124.020	139.980	2000	0.069990
8:53	6000	184.86	3248.010	123.990	2000	0.061995
8:46	8000	235.6	3362.860	114.850	2000	0.057425
8:45	8194	237.21	3373.060	10.200	194	0.052577
Pressure:	<u> </u>	Psig @ subsurf.	Datum Dep	th (ft):	Feet/Change:	
Last Press	ure Date:		Last Pressu	ire @	(ft):	
Remarks:						

- ----







WILDCAT OFFSET

.

<u>Name</u>	HANCOCK B 6 954	Other Usage Points			
Analysis Name					
Analysis:	and a standard and a standard		1	1:1	day manager
Analysis			MOL Fraction	MOL Count	
Effective Date	09/01/2000	Hydrogen (H2)	0.00000	0.0000	
		Helium (He)	0.00000	0.0000	
Sample Date	08/14/2000	Nitrogen (N2)	0.00420	0.0000	
Pressure Base BTU	14.7300	Carbon Dioxide (CO2)	0.00750	0.0000	
Wet/Dry	Drv V	Hydrogen Sulphide (H2S)	0.00000	0.0000	alari gana dal‱ida Alari gana dalamanin'i
Heat Content	1.26200000	Methane (C1)	0.79520	0.000	
Specific Gravity	0.730	Ethane (C2)	0.11300	0.000	
Coefficient Factor	0.0000	Propane (C3)	0.04350	0.0000	
Calculation Type		Isobutane (184)	0.00570	0.0000	
• Enter Percentage		Butane	0.01320	0.000	
C Enter GPM		Isopentane (1P5)	0.00480	0.000	
Province of the second s	Related To	Pentane (P5)	0.00480	0.0000	
02%	0.00000	Hexane (C6)	0.00810	0000.0	
Hexane Plus GPM	0.0081	Heptane (C7)	0.00000	0.0000	
	0.00000			0.00000	

OFFSET DAKOTA 🚯 TOW/cs Production Accounting - [Gas Analysis Information]

- 44		545 Y Y	e adm	809 L. (S	1.49464	0,014 <u>0</u> 80)İŞ		100.000		:>:: ::v;	12.82.13		100 100	×				48	i est	172	Ng ki ki		3.eV	in finis In finis	son i Naato			rinu i		ine in in incluin	ing.
٦	-		ų	6		Q	B	Ì	Ş	ai.		ø			B	Ŕ	2	2ĺ	0	8			®į	112	K							
() }	N.)				F	DN	C 1	<u>~nı</u>	u r	<u>к</u> 1	00		les ha	ų gir kļ	nse j	C. CAR	RER	5.131° IX	2.8.2%);		٦.			К.У., ^с		i N Ry		

Name EPNG COM C 5 99738

,

Analysis:			indisi di karaken kun kun kun kun kun kun kun kun kun ku	<u>1:1</u>	erin Shiataya in sana ana ina Siri Par
Analysis				1. Shinkaron David	
Effective Date	11/01/2000	Hydrogen (H2)	MOL Fraction	MDL Count	
	11/01/2000				
		Helium (He)	0.00000	0.0000	
Sample Date	10/10/2000	Nitrogen (N2)	0.00290	0.0000	State of the second s Second second s Second second sec
Pressure Base BTU	14.7300	Carbon Dioxide (CD2)	0.04120	0.0000	
Wet/Dry	Dry 💌	Hydrogen Sulphide (H2S)	0.00000	0.0000	
Heat Content	0.97200000	Methane (C1)	0.95280	0.0000	
Specific Gravity	0.598	Ethane (C2)	0.00300	0.0000	
Coefficient Factor	0.0000	Propane (C3)	0.00010	0.0000	
Calculation Type-		Isobutane (IB4)	0.00000	0.0000	
© Enter <u>P</u> ercentage		Butane	0.00000	0.0000	
C Enter <u>G</u> PM		Isopentane (IP5)	0.00800	0.0000	
	Related To	Pentane (P5)	0.00000	0.0000	
028	0.00000	Hexane (C6)	0.00000	0.0000	
Hexane Plus GPM	0.0000	Heptane (C7)	0.00000	0.0000	
1 1/01/2000	0.0000			<u>n nnnnn</u> 3: 3	
yana ana ang ang ang ang ang ang ang ang				05/02/	2001 11:07:58 AM

-1

•

INTEREST OWNERS

STULL 2 Well

.

.

ر.

ANDREW KELLY JR

ANN BOWIE MAXWELL TRUSTEE OF ANN BOWIE MAXWELL REV LIV TRUST

BUREAU OF LAND MANAGEMENT

CARY M TAYLOR AND BILLIE M TAYLOR

CASTLE INC

CHARLES H BRADFORD AND

CHARLES KELLY

EDITH J & BURTON O CARNEY

H H PHILLIPS JR

J J & IRA DELL MASEK IRREV FAM TRST

JANE PHILLIPS

MARVIN DAVID ELLSBURY

NANCY O MABE SUCC TRUSTEE LUCILE O QUIGLEY TRUST

NEPCO FED CREDIT UNION

OPAL L ELLSBURY TRUSTEE U/T/A DTD MAY 24, 1993

PAUL R MAYO JR

ROBERT E C DOUGHTIE

ROBERT LYNN ELLSBURY &

SUSANNA P KELLY

SUSANNA P KELLY JR

UNION PACIFIC RAILROAD CO

WANDA E NICHOL

WINTERGREEN ENERGY CORP