

11/4/03 11/24/03 WVS LZ DHC PLR0330834477
DA-3212

XERIC OIL & GAS CORPORATION

1801 W. Texas, P. O. Box 352
Midland, Texas 79702

(914) 683-3171
Fax: (915) 683-3152

October 29, 2003

New Mexico Oil Conservation Division
Attn: Will Jones
1220 S. St. Francis Drive
Santa Fe, NM 87505

State of New Mexico
Commissioner of Public Lands
Attn: Ray Powell
P. O. Box 1148
Santa Fe, NM 87504-1148

Re: TCB State #3, Unit F, Sec. 36, 20S, 38 E,
State Lease # VO-00017, API #30-025035187
Lea County

Gentlemen:

In reviewing our files we have discovered paperwork for the above referenced well was inadvertently omitted. In order to correct this omission Xeric Oil & Gas Corporation respectfully requests approval for the downhole commingle of the DK Abo, East Warren Drinkard and East Warren Tubb Pools with an *effective date of April 22, 2003*.

The well was first completed in the DK Abo and produced from December of 2000 through March of 2001. The Abo was then plugged back to test and produce the East Warren Drinkard from April 2001 to February of 2003. The Drinkard was plugged back to test and produce the Tubb pool from February 26, 2003 to April 22, 2003.

Please find enclosed our application with supporting documentation for the commingling of the captioned well for your review and approval. All working, royalty and overriding royalty interests are identical in the commingled zones. The Commissioner of Public Lands is being notified with this letter.

Thank you for your attention to this matter. Should you have any questions or require additional information contact me at the number above.

Yours truly,


Angie Crawford

Attach: C-107-A w/documentation

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Avenue, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107A
Revised June 10, 2003

Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

APPLICATION TYPE
XX Single Well
Establish Pre-Approved Pools
EXISTING WELLBORE
XX Yes ___ No

APPLICATION FOR DOWNHOLE COMMINGLING
Effective 4/22/03

Xeric Oil & Gas Corporation P. O. Box 352, Midland, TX 79702

Operator TCB State 3 Address F, Sec. 36, 20S, 38E Lea
Lease Well No. Unit Letter-Section-Township-Range County
OGRID No. 025482 Property Code 20381 API No. 30-025-35187 Lease Type: ___ Federal XX State ___ Fee

DATA ELEMENT	UPPER ZONE	INTERMEDIATE ZONE	LOWER ZONE
Pool Name	E. Warren Tubbs OIL ✓	E. Warren Drinkard OIL ✓	DK; Abo OIL ✓
Pool Code	87085	63120	15200
Top and Bottom of Pay Section (Perforated or Open-Hole Interval)	6678'-6696'	6938'-7048'	7257'-7349'
Method of Production (Flowing or Artificial Lift)	Artificial Lift		
Bottomhole Pressure (Note: Pressure data will not be required if the bottom perforation in the lower zone is within 150% of the depth of the top perforation in the upper zone)	N/A	N/A	N/A
Oil Gravity or Gas BTU (Degree API or Gas BTU)	36.8	34.5	36.0
Producing, Shut-In or New Zone	Producing	SI	SI
Date 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: 4/21/03 Rates: 9 BOD, 33 MCFD 57 BWD	Date: 2/28/03 Rates: 2 BOD, 12 MCFD 59 BWD	Date: 3/30/01 Rates: 18 BOD, 30 MCFD 26 BWD
Fixed Allocation Percentage (Note: If allocation is based upon something other than current or past production, supporting data or explanation will be required.)	Oil Gas 31 % 44 %	Oil Gas 7 % 16 %	Oil Gas 62 % 40 %

ADDITIONAL DATA

Are all working, royalty and overriding royalty interests identical in all commingled zones? Yes XX No ___
If not, have all working, royalty and overriding royalty interest owners been notified by certified mail? Yes ___ No ___
Are all produced fluids from all commingled zones compatible with each other? Yes XX No ___
Will commingling decrease the value of production? Yes ___ No XX ___
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 XX 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 Angie Crawford TITLE Production Analyst DATE 10/29/30
Angie Crawford 432-683-4171
TYPE OR PRINT NAME TELEPHONE NO. ()
E-MAIL ADDRESS Acrawford@xericoil.com

DISTRICT I
P.O. Box 1630, Hobbs, NM 88241-1080

State of New Mexico

Energy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV
P.O. BOX 2088, SANTA FE, N.M. 87504-2088

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025- <u>35187</u>	Pool Code 15200	Pool Name DK ABO
Property Code 20381	Property Name TCB	Well Number 3
OGRID No. 025482	Operator Name XERIC OIL & GAS CORP.	Elevation 3568

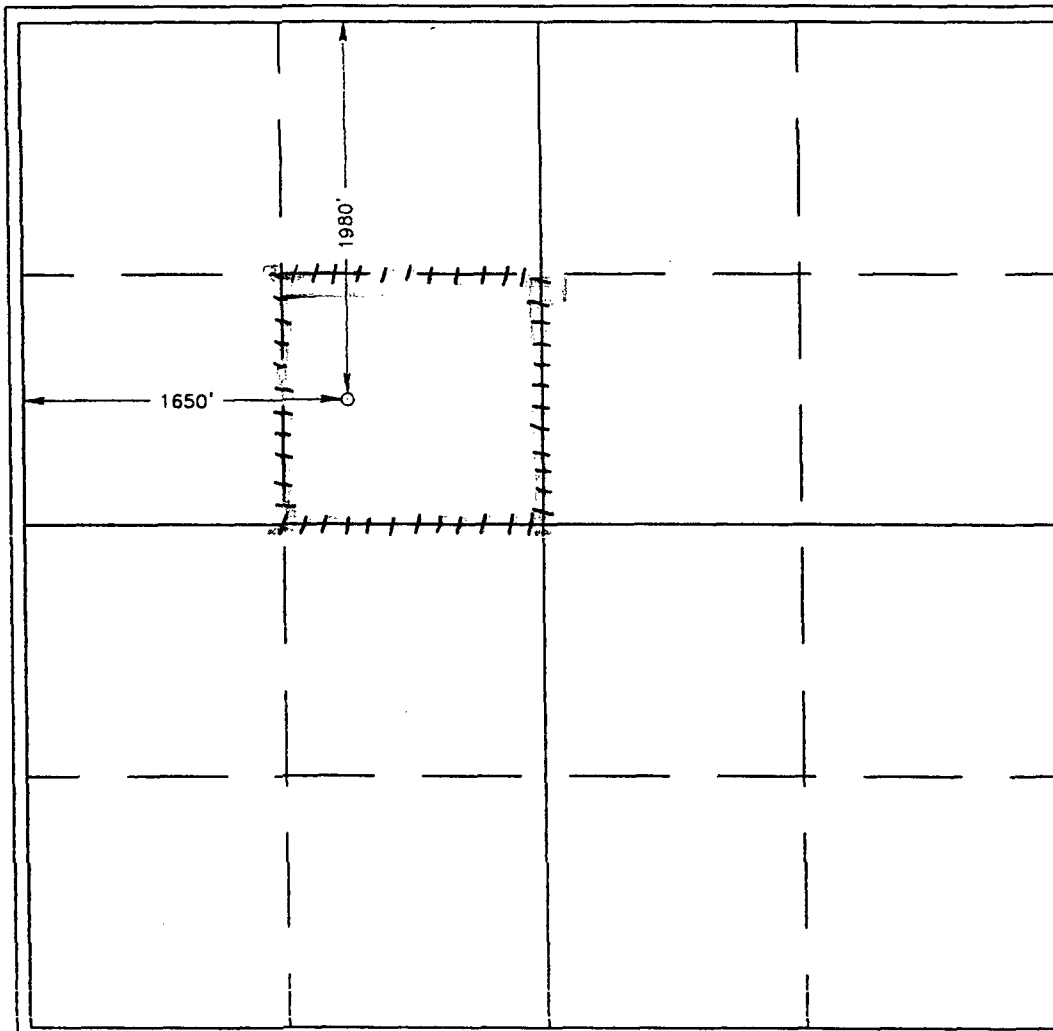
Surface Location

UL or lot No. F	Section 36	Township 20 S	Range 38 E	Lot Idn	Feet from the 1980	North/South line NORTH	Feet from the 1650	East/West line WEST	County EA
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Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.						

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



OPERATOR CERTIFICATION

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

RC Barnett

Signature

R. C. Barnett

Printed Name

President

Title

9/26/00

Date

SURVEYOR CERTIFICATION

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.

SEPTEMBER 9, 2000

Date Surveyed DC

Signature & Seal of
Professional Surveyor

Ronald J. Eidson 9/12/00
00-11-1044

Certificate No. RONALD J. EIDSON 3239
GARY EIDSON 12641

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

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV
P.O. BOX 2088, SANTA FE, N.M. 87504-2088

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-35187	Pool Code 63120	Pool Name East Warren Drinkard
Property Code 20381	Property Name TCB	Well Number 3
OGRID No. 025482	Operator Name XERIC OIL & GAS CORP.	Elevation 3568

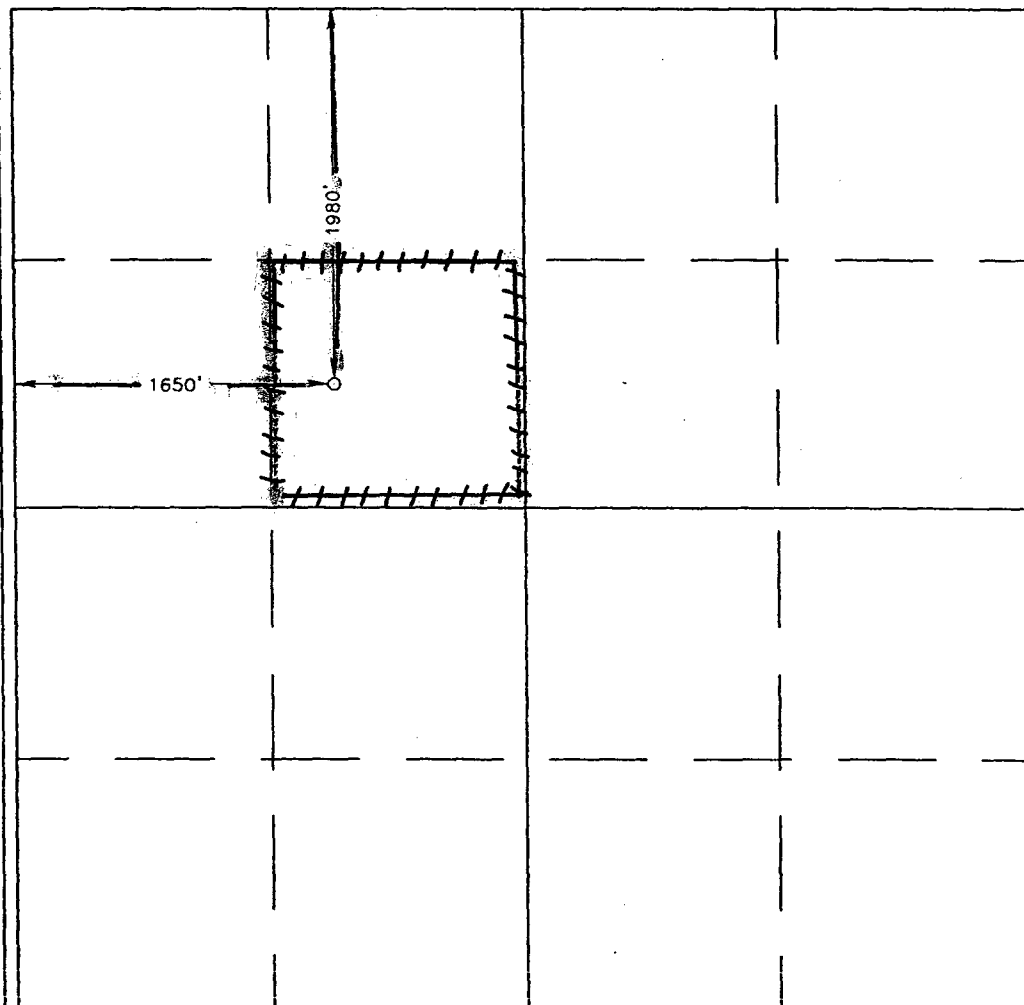
Surface Location

UL or lot No. F	Section 36	Township 20 S	Range 38 E	Lot Idn	Feet from the 1980	North/South line NORTH	Feet from the 1650	East/West line WEST	County LEA
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Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
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OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

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

Glenda Hunt
Signature

Glenda Hunt
Printed Name

Sr. Prod. Analyst
Title

3/23/01
Date

SURVEYOR CERTIFICATION

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.

SEPTEMBER 9, 2000

Date Surveyed DC

Signature & Seal of
Professional Surveyor

Ronald J. Eidson 9/12/00
00-11-1044

Certificate No. RONALD J. EIDSON 3239
GARY EIDSON 12641

DISTRICT I
P.O. Box 1880, Hobbs, NM 88241-1880

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised February 10, 1994
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

DISTRICT II
P.O. Drawer DD, Artesia, NM 88211-0719

DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410

DISTRICT IV
P.O. BOX 2088, SANTA FE, N.M. 87504-2088

OIL CONSERVATION DIVISION

P.O. Box 2088
Santa Fe, New Mexico 87504-2088

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-35187	Pool Code 87085	Pool Name East Warren Tubb
Property Code 20381	Property Name TCB	Well Number 3
OCRID No. 025482	Operator Name XERIC OIL & GAS CORP.	Elevation 3568

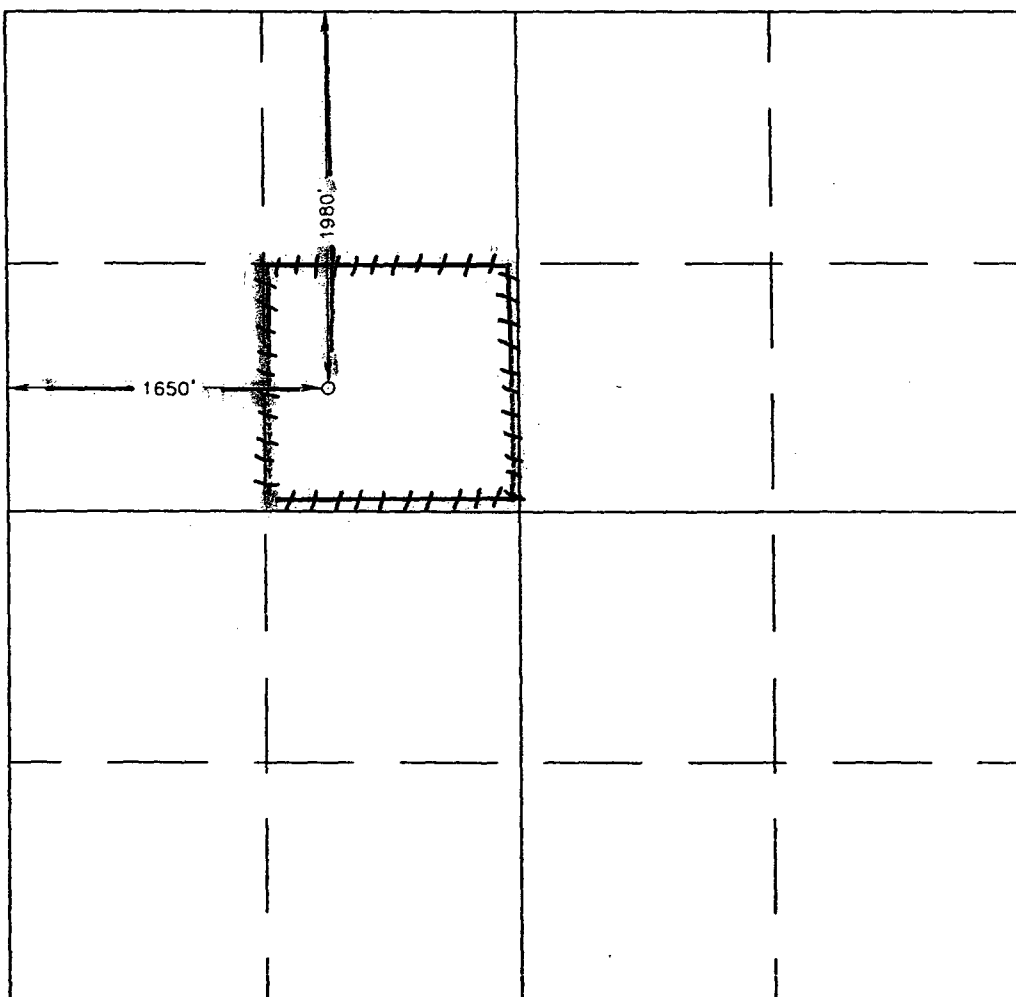
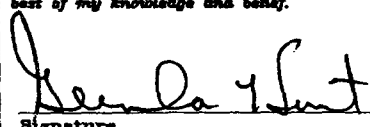
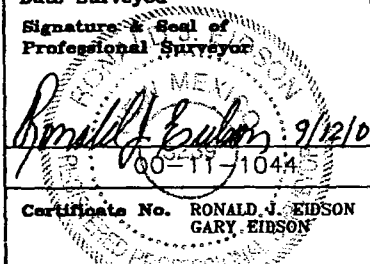
Surface Location

UL or lot No. F	Section 36	Township 20 S	Range 38 E	Lot Idn	Feet from the 1980	North/South line NORTH	Feet from the 1650	East/West line WEST	County LEA
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Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Dedicated Acres 40	Joint or Infill	Consolidation Code	Order No.						

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

	OPERATOR CERTIFICATION <i>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.</i>  Signature Glenda Hunt Printed Name Sr. Prod. Analyst Title 2/22/03 Date
	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> SEPTEMBER 9, 2000 Date Surveyed Signature & Seal of Professional Surveyor  Certificate No. RONALD J. EIDSON 3239 GARY EIDSON 12641

XERIC OIL & GAS CORPORATION APPLICATION FOR DHC

TCB STATE #3 PRODUCTION

Unit F, Sec. 36, 20S, 38E, Lea County, NM

API #30-025-35187

DK ABO (Oil 15200)

PRODUCTION MONTH	DAYS PRODUCED	BBLS OIL		BBLS WTR		MCF	
		MONTH	AVG/DAY	MONTH	AVG/DAY	MONTH	AVG/DAY
December-00	16	1134	70.88	4	0.25	1073	67.06
January-01	31	469	15.13	5	0.16	1045	33.71
February-01	27	373	13.81	640	23.70	723	26.78
March-01	28	492	17.57	737	26.32	826	29.50
TOTAL		1603		1386		3667	

EAST WARREN DRINKARD (Oil 63120)

PRODUCTION MONTH	DAYS PRODUCED	BBLS OIL		BBLS WTR		MCF	
		MONTH	AVG/DAY	MONTH	AVG/DAY	MONTH	AVG/DAY
April-01	28	530	18.93	1993	71.18	853	30.46
May-01	31	422	13.61	1108	35.74	1017	32.81
June-01	28	223	7.96	1095	39.11	801	28.61
July-01	31	384	12.39	1495	48.23	965	31.13
August-01	31	408	13.16	1403	45.26	899	29.00
September-01	30	351	11.70	1241	41.37	831	27.70
October-01	31	348	11.23	1273	41.06	800	25.81
November-01	30	297	9.90	1318	43.93	694	23.13
December-01	31	313	10.10	1325	42.74	700	22.58
January-02	31	186	6.00	1167	37.65	661	21.32
February-02	25	369	14.76	1106	44.24	627	25.08
March-02	31	636	20.52	1098	35.42	669	21.58
April-02	30	292	9.73	1008	33.60	623	20.77
May-02	31	281	9.06	1077	34.74	665	21.45
June-02	30	261	8.70	987	32.90	659	21.97
July-02	31	259	8.35	1013	32.68	656	21.16
August-02	31	265	8.55	1021	32.94	635	20.48
September-02	30	172	5.73	963	32.10	645	21.50
October-02	30	157	5.23	973	32.43	633	21.10
November-02	30	145	4.83	944	31.47	599	19.97
December-02	31	160	5.16	1054	34.00	599	19.32
January-03	31	147	4.74	1039	33.52	583	18.81
February-03	23	42	1.83	1365	59.35	268	11.65
TOTAL		6648		27066		16082	

E. Warren Tubb (Oil 87085)

PRODUCTION MONTH	DAYS PRODUCED	BBLS OIL		BBLS WTR		MCF	
		MONTH	AVG/DAY	MONTH	AVG/DAY	MONTH	AVG/DAY
February-03	3	111	37.00	0	0.00	78	26.00
March-03	30	241	8.03	1387	46.23	379	12.63
April-03	22	202	9.18	1250	56.82	734	33.36
TOTAL		554		2637		1191	

PERCENTAGES BASED ON MOST RECENT PRODUCTION

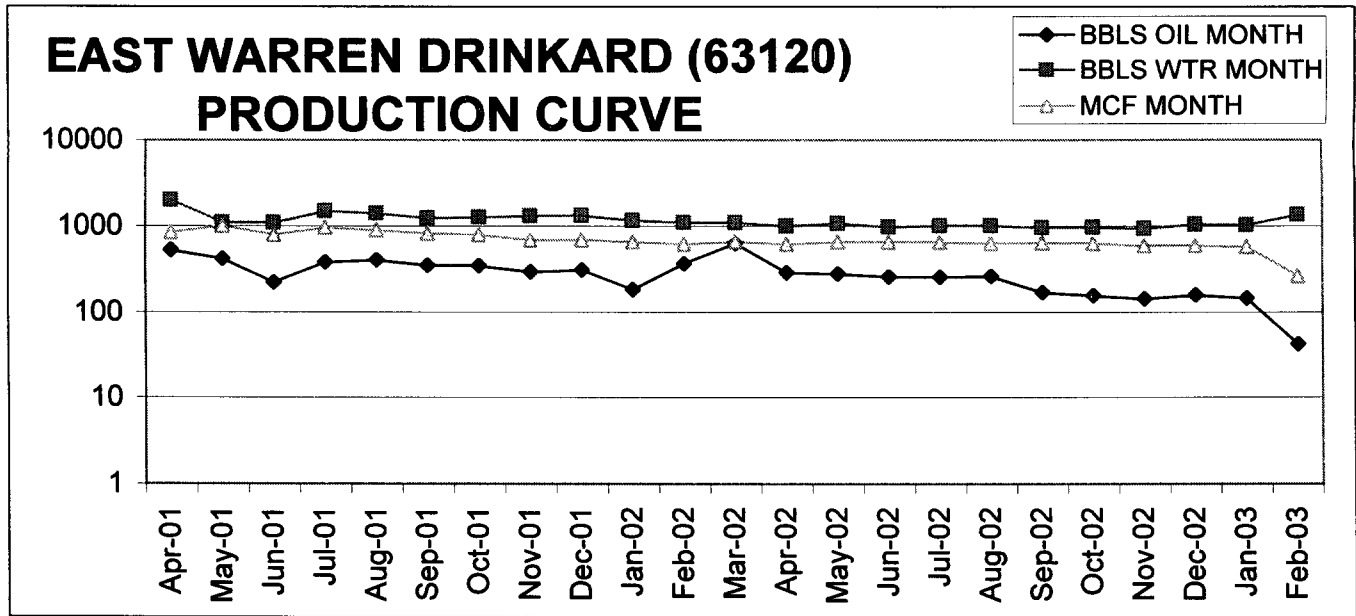
DK ABO%	62%	18	18%	26	40%	30
EAST WARREN DRINKARD	7%	2	42%	59	16%	12
EAST WARREN TUBB	31%	9	40%	57	44%	33
TOTAL		29		142		75

XERIC OIL & GAS CORPORATION APPLICATION FOR DHC

TCB STATE #3

Unit F, Sec. 36, 20S, 38E, Lea County, NM
API #30-025-35187

DK ABO (15200) - PRODUCED THREE AND ONE-HALF MONTHS, NO PRODUCTION CURVE AVAILABLE



E. WARREN TUBB (87085) - PRODUCED TWO MONTHS, NO PRODUCTION CURVE AVAILABLE

XERIC OIL & GAS CORPORATION APPLICATION FOR DHC
TCB #3, API #30-025-35187
Unit F, Section 36, 20 S, 38 E, Lea County, NM

OPERATORS IN DK ABO POOL:

BRG PETROLEUM CORPORATION
FEDERAL

012

CHESAPEAKE OPERATING, INC.

DK

001

DK

002

DK

003

DK

005

FEDERAL 24

002

FEDERAL 24

003

FEDERAL 24

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KYTE

009

NMFU FEDERAL

001

TERRY

001

CONOCOPHILLIPS COMPANY

WARREN UNIT

082

ENERQUEST RESOURCES, LLC

MCCASLAND 18 FEE

002

ME-TEX OIL & GAS INC

LLANO 31 FEDERAL

001

MEWBOURNE OIL CO

CARTER

001

CARTER

003

CONOCO FEDERAL

001

GULF STATE

001

RALPH ESTATE

002

RALPH ESTATE

003

WILSHIRE FEDERAL

001 Status: Plugged

WILSHIRE FEDERAL

002 Status: Plugged

WILSHIRE FEDERAL

003 Status: Plugged

TRILOGY OPERATING INC

GINGER MC

001

XERIC OIL & GAS CORP

CAPPS FEDERAL

001

CAPPS FEDERAL

002

CARTER 19

001

DUNCAN

001

JERRY STATE

001

JONES ROBINSON

001

JULIO STATE

001

PAIGE

001

PORFIDIO STATE

001

TCB STATE

003

XERIC OIL & GAS CORPORATION APPLICATION FOR DHC

TCB #3, API #30-025-35187

Unit F, Section 36, 20 S, 38 E, Lea County, NM

OPERATORS IN EAST WARREN TUBB POOL:

APACHE CORP

M & M

001

M & M

002

PAYDAY

001

CHESAPEAKE OPERATING, INC.

DK

001

DK

003

DK

004

DK

006

DK

007

FEDERAL 24

001

FEDERAL 24

002

FEDERAL 24

004

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FEDERAL 24

006

KYTE

001

KYTE

003

KYTE

004

KYTE

005

NMFU FEDERAL

001

TERRY

001

CONOCOPHILLIPS COMPANY

WARREN UNIT

011

WARREN UNIT

082

WARREN UNIT

144

WARREN UNIT

145

WARREN UNIT

148

ENERQUEST RESOURCES, LLC

MCCASLAND 18 FEE

001

MEWBOURNE OIL CO

GULF STATE

001

XERIC OIL & GAS CORP

CAPPS FEDERAL

002

JERRY STATE

001

TCB STATE

001

TCB STATE

003

XERIC OIL & GAS CORPORATION APPLICATION FOR DHC

TCB #3, API #30-025-35187

Unit F, Section 36, 20 S, 38 E, Lea County, NM

OPERATORS IN EAST WARREN DRINKARD POOL:

CHESAPEAKE OPERATING, INC.

KYTE

001

CONOCOPHILLIPS COMPANY

WARREN UNIT

011

WARREN UNIT

146

MEWBOURNE OIL CO

GULF STATE

001

XERIC OIL & GAS CORP

TCB STATE

001

TCB STATE

003

Xeric Oil & Gas Corporation

P. O. Box 352
Midland, Texas 79702
(Tel) 432-683-3171
(Fax) 432-683-6348

October 29, 2003

Sent Via Certified Mail
Operators in DK Abo, E. Warren Drinkard
and E. Warren Tubb Pools


RE: Application of Xeric Oil & Gas Corporation
For DHC, TCB State #3, API #30-025-35187
DK Abo, E. Warren Drinkard, E. Warren Tubb Pools

Gentlemen:

Xeric Oil & Gas Corporation has applied with the New Mexico Oil Conservation Division of the State of New Mexico requesting to downhole commingle the above referenced well in Lea County, New Mexico. In accordance with Rules and Regulations of the Oil Conservation Division you are being provided a copy of the proposed down hole commingling.

Objections or requests for hearing must be filed with the Oil Conservation Division within twenty (20) days from the above date, addressed to 1220 S. Saint Francis Drive, Santa Fe, NM 87505.

Sincerely,



Angie Crawford

Cc: New Mexico Oil Conservation Division
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505

Attach: C-107-A

XERIC OIL & GAS CORPORATION

Application to DHC, TCB State #3, API #30-025-35187

OPERATORS IN DK ABO, E. WARREN DRINKARD AND E. WARREN TUBB:

Apache Corporation
2000 Post Oak Blvd., Ste 100
Houston, TX 77056-4400

BRG Petroleum Corporation
7134 S. Yates Ave., Ste. 600
Tulsa, OK 74136

Chesapeake Operating, Inc.
P. O. Box 18496
Oklahoma City, OK 73154-0496

CONOCOPHILLIPS COMPANY
600 N. Dairy Ashford, WL3-4066
Houston, TX 77079-1175

Enerquest Resources, LLC
P. O. Box 11150
Midland, TX 79702

Me-Tex Oil & Gas Inc.
P. O. Box 2070
Hobbs, NM 88240

Mewbourne Oil Co.
P. O. Box 7698
Tyler, TX 75711

Trilogy Operating Inc.
P. O. Box 7606
Midland, TX 79708