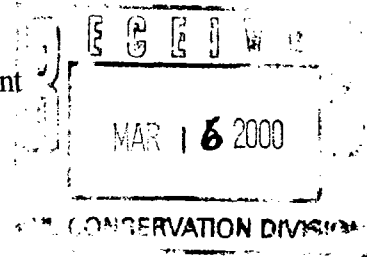


CTB ~~4/3/00~~ N/A
497



CLAYTON WILLIAMS ENERGY, INC.

New Mexico Energy, Minerals and Natural Resources Department
Oil Conservation Division
Attn: Mr. Mark Ashley
2040 South Pacheco
Santa Fe, New Mexico 87505



Clayton Williams Energy, Inc. seeks administrative approval to surface commingle the leases as described below. The following facts and attachments are required by Rule 309-B.

Clayton Williams Energy, Inc.
Rule 309-B
Administrative Approval, Lease Commingling
State "20B" and State "20E" Leases
Eddy County

Facts:

All production is from the Empire, East (Yeso) Pool in Section 20, T17S, R29E.

The **Central Tank Battery** where the commingling will occur is located in Section 20 T17S R29E, Unit A.

Clayton Williams Energy, Inc. is the operator of State of New Mexico Lease B-6846 covering the NE4 and the SW4 of the SE4 of Section 20 T17S R29E and State of New Mexico Lease E-4201 covering the NE4 of the NW4 of Section 20 T17S R29E.

Clayton Williams Energy, Inc. and Mark Heinen (an employee of Clayton Williams Energy, Inc.) are the only working interest owners and the State of New Mexico is the only Royalty owner. There are no overriding royalty interest owners.

Clayton Williams Energy, Inc. **has notified all owners** by certified mail of its intention to commingle.

Clayton Williams Energy, Inc. operates 5 wells in State of New Mexico Lease B-6846 (referred to as State "20B") and 1 well in State of New Mexico Lease E-4201 (referred to as State "20E"). **All wells will be tested during each month at the Central Tank Battery for allocation purposes.**

A plat of leases and wells is attached.

A schematic of the tank battery facility is attached.

Please contact me at 915-688-3251 should you have any questions.

Sincerely,


Matt Swierc
Clayton Williams Energy, Inc.
Production Superintendent

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 South First, Artesia, NM 88210
District III
1000 Rio Brazos Rd., Aztec, NM 87410
District IV
2040 South Pacheco, Santa Fe, NM 87505

For
ATTACHMENT
ONLY

Form C-102
Revised October 18, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL :

ON PLAT

1 API Number		3 Pool Name	
4 Property Code	5 Property Name		6 Well Number
7 OGRID No.	8 Operator Name Clayton Williams Energy, Inc.		9 Elevation

10 Surface Location

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	20	17S	29E						Eddy

11 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
	1								

12 Dedicated Acres	13 Joint or Infill	14 Consolidation Code	15 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

16		#5	#1	17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief Signature _____ Printed Name _____ Title _____ Date _____
		#6	#2	
		State of New Mexico Lease B-6846 State "20B"		18 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. Date of Survey _____ Signature and Seal of Professional Surveyer: _____ Certificate Number _____
		#9		

District I
PO Box 1980, Hobbs, NM 88241-1980
District II
811 South First, Artesia, NM 88210
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1000 Rio Brazos Rd., Aztec, NM 87410
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☐ AMENDED REPORT

WELL

ON PLAT

API Number		Pool Name	
Property Code	Property Name	Well Number	
OGRID No.	Operator Name Clayton Williams Energy, Inc.	Elevation	

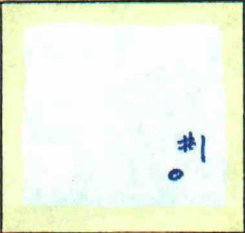
¹⁰ Surface Location

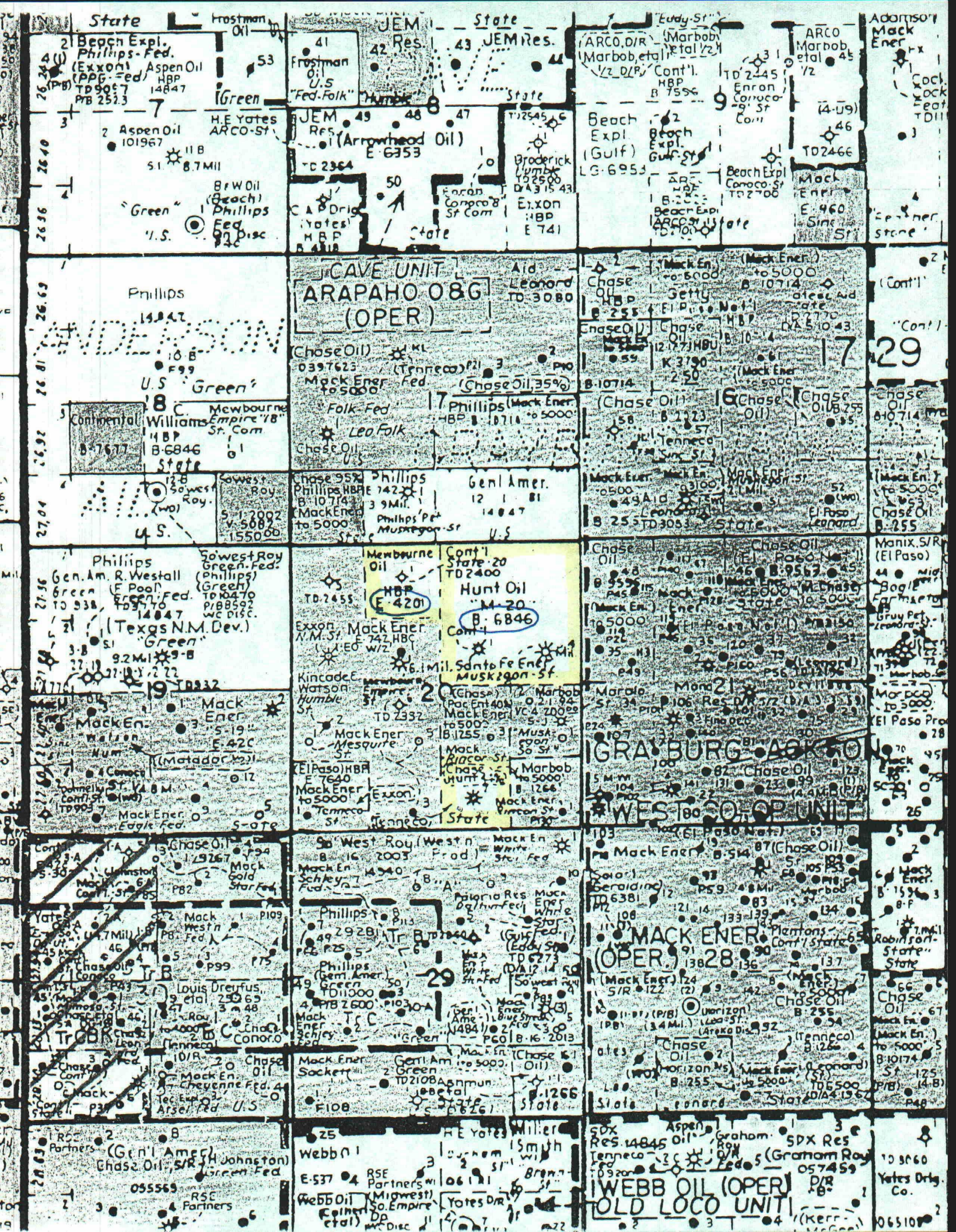
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
	20	17S	29E						Eddy

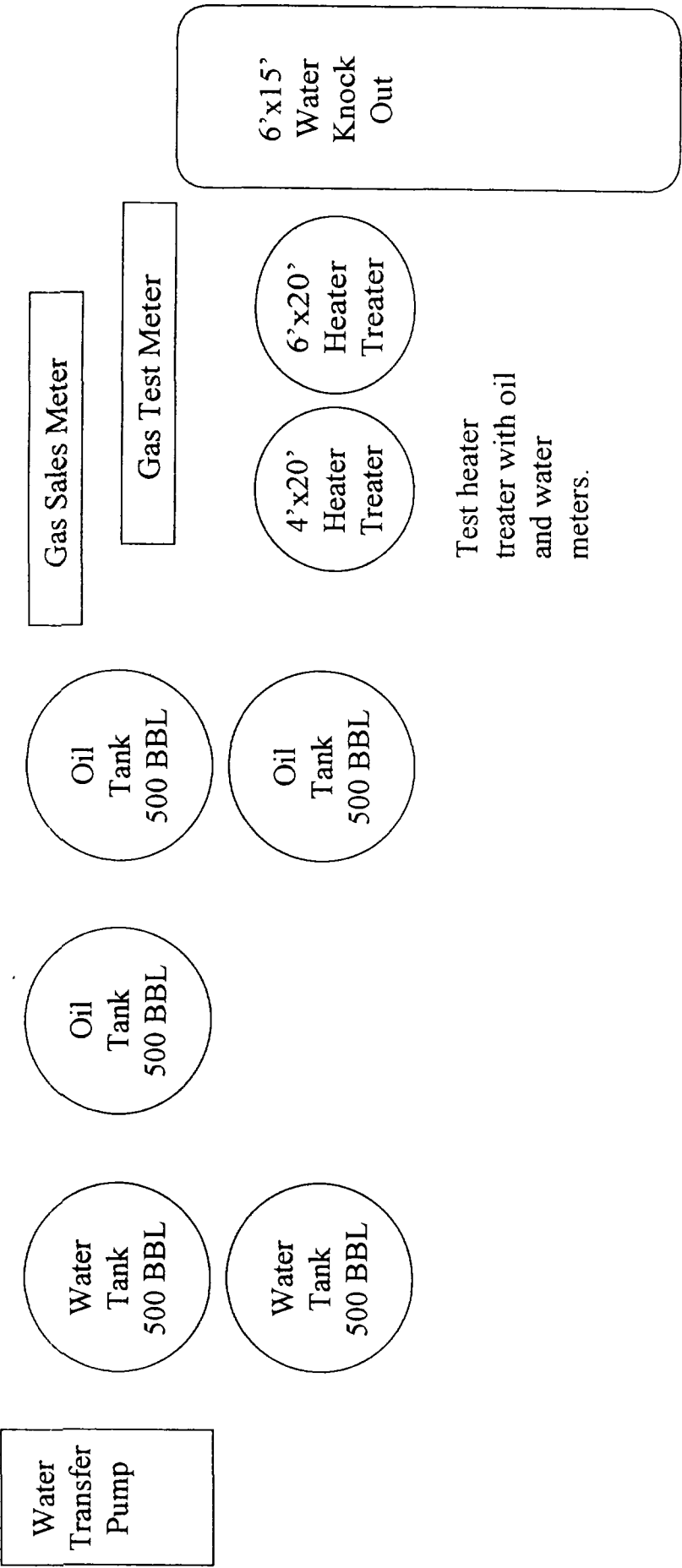
¹¹ Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
¹² Dedicated Acres		¹³ Joint or Infill		¹⁴ Consolidation Code		¹⁵ 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

16				<p>¹⁷ OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</p> <p>Signature _____</p> <p>Printed Name _____</p> <p>Title _____</p> <p>Date _____</p>
	<p>State of New Mexico Lease E-4201 State "20E"</p>			
				<p>¹⁸ SURVEYOR CERTIFICATION</p> <p>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.</p> <p>Date of Survey _____</p> <p>Signature and Seal of Professional Surveyer: _____</p> <p>Certificate Number _____</p>





Clayton Williams Energy, Inc.
Central Tank Battery
Sec.20 T17S R29E Unit A
Eddy County, NM
State "20B" & State "20E"

COMMISSIONER'S OFFICE

Phone (505) 827-5760
Fax (505) 827-5766

ADMINISTRATION

Phone (505) 827-5700
Fax (505) 827-5853

GENERAL COUNSEL

Phone (505) 827-5713
Fax (505) 827-4262

PUBLIC AFFAIRS

Phone (505) 827-5765
Fax (505) 827-5766



CTB-497

COMMERCIAL RESOURCES

Phone (505) 827-5724
Fax (505) 827-6157

MINERAL RESOURCES

Phone (505) 827-5744
Fax (505) 827-4739

ROYALTY MANAGEMENT

Phone (505) 827-5772
Fax (505) 827-4739

SURFACE RESOURCES

Phone (505) 827-5793
Fax (505) 827-5711

**New Mexico State Land Office
Commissioner of Public Lands
Ray Powell, M.S., D.V.M.**

April 12, 2000

Clayton Williams Energy, Inc.
Claydesta Center
Six Desta Drive, Suite 3000
Midland, Texas 79705

Attn: Mr. Matt Swierc

Re: Surface Commingling Application
East Empire-Yeso Pool (Oil - 96610)
State "20B" Lease (B-6846-1)
State "20E" Lease (E-4201-3)
Eddy County, New Mexico

Dear Mr. Swierc:

Your application to surface commingle the above captioned wells was received on March 21, 2000. Your letter requests our approval to surface commingle the production from the State 20E Well No. 1 with production from the State 20B well Nos. 1, 2, 5, 6 and 9.

It is our understanding that production will be allocated to each lease by monthly well tests at the central tank battery located in the NE/4NE/4 of Section 20-17S-29E.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please contact Ms. Debbie Padilla of our Right-of-Way Division at (505) 827-5729 for a right-of-way through the NE/4, N/2SE/4 of Section 20, Township 17 South, Range 29 East. Our approval is contingent upon you acquiring the appropriate easements.

Please submit a \$30.00 dollar filing fee.

Clayton Williams Energy, Inc.

April 12, 2000

Page 2

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.

COMMISSIONER OF PUBLIC LANDS

BY:

Anthony H. Nail

JAMI BAILEY, Director

Oil, Gas and Minerals Division

(505) 827-5744

RP/JB/pm

pc: Reader File

~~OCD Attention:~~ David Catanach, Ben Stone,
Debbie Padilla