DISTRICT 1

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

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-107-A New 3-12-96

DISTRICT II

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

OIL CONSERVATION DIVISION

APPROVAL PROCESS:

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

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410-1693

APPLICATION FOR DOWNHOLE COMMINGLING

X YES ___ NO

P. O. Box 2267, Midland, TX 79702				
Ac	ddress			
-	nit Ltr Sec - Twp - Rge	Eddy County		
e <u>18729</u> API NO	· · · · · · · · · · · · · · · · · · ·	_ease Types: (check 1 or more) State, (and/or) Fee		
Upper Zone	Intermediate Zone	Lower Zone		
Sand Tank (Morrow) 84872		Sand Tank (Chester) 96573		
11,189'-210'		11,673'-693'		
Gas		Gas		
Flowing		Flowing		
(Current) a. 2,300	a.	a. 2,729 (1/5/97)		
(Original) b. 4,687	b.	ь. 5,092		
1,187		1,246		
Producing		Producing		
Expected to be		Yes		
Date: Rates:	Date: Rates:	Date: Rates:		
	No. 1 D Q Well No. Ur e 18729 API NO. Upper Zone Sand Tank (Morrow) 84872 11,189'-210' Gas Flowing (Current) a. 2,300 (Original) b. 4,687 Producing Expected to be Date:	No. 1 D		

<u> 7991, 21 yaM</u>	:	I guirasH
Vingano Sas Company	Enron	Submitted by:
Exhibit No. 4	78711	Case No.

OIL CONSERVATION DIVISION
Santa Fe, New Mexico

ENRON OIL & GAS COMPANY

APPLICATION FOR DOWNHOLE COMMINGLING SAND TANK "7" FEDERAL NO. 1

RULE 303.D STATEMENTS

- 7(b). This well is currently dual completed. The Morrow production has fallen steeply due to liquid loading in the casing-tubing annulus. The Chester is marginal in that its reserves and producing rate do not warrant delaying or reducing the Morrow production through dual completion restraints. EOG expects the Morrow production to increase 300 to 500 MCFD as a result of producing it through the tubing.
- 9. A recommended allocation formula will be presented to the District Supervisor once a stabilized production response is apparent.

RULE 303.E

EOG requests that this case be considered a reference case for the downhole commingling of the Chester and Morrow production in this area. Currently two other wells have marginal Chester (200 to 300 MCFD) that will need authority in the future.

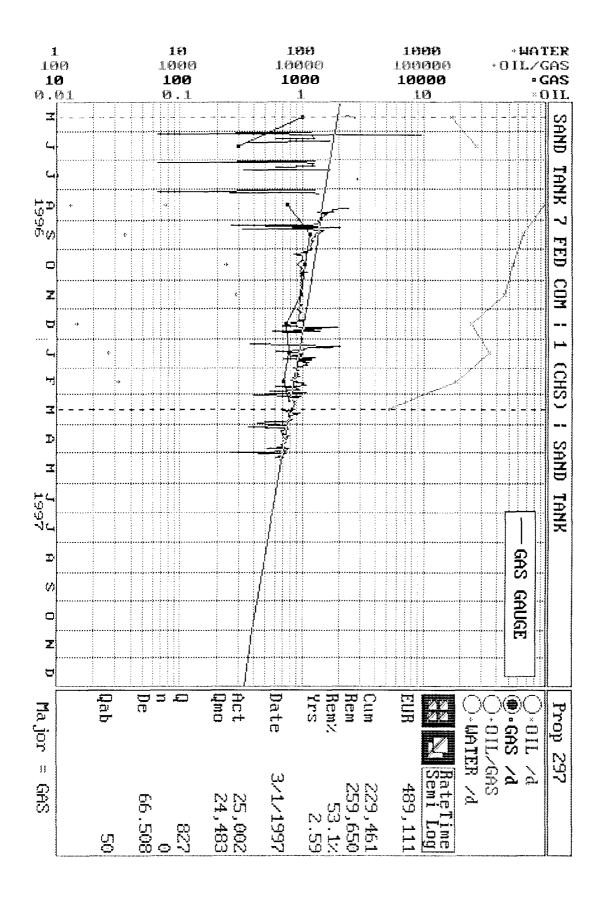
District I
PO Rox 1980, Hobbs, NM 88241-1980
District II
PO Drawer DD, Artesia, NM 88211-0719
District III
1000 Rio Brazos Rd., Axtec, NM 87410
District IV
PO Box 2088, Santa Fe, NM 87504-2088

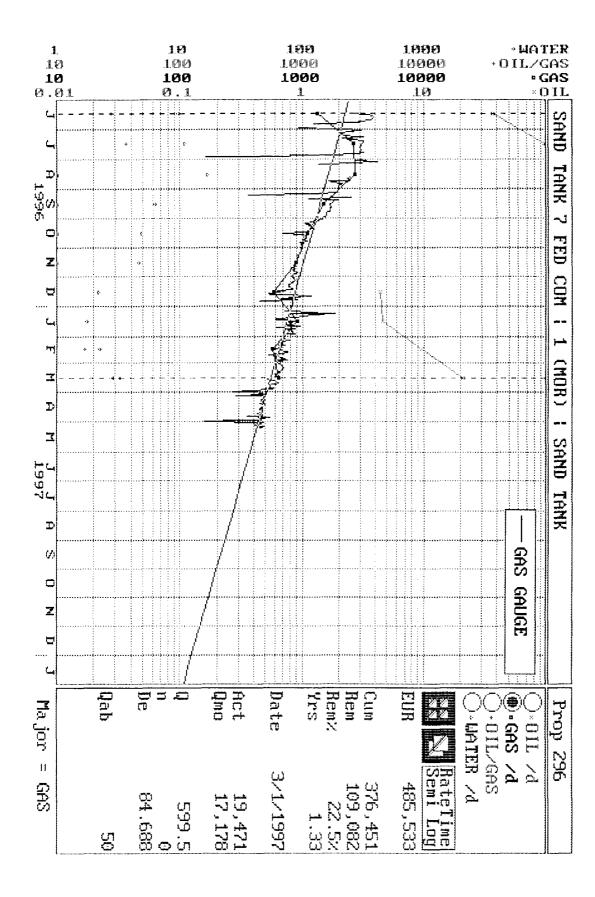
State of New Mexico Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION PO Box 2088 Santa Fe, NM 87504-2088 Form C-102
Revised February 21, 1994
Instructions on back
Submit to Appropriate District Office
State Lease - 4 Copies
Fee Lease - 3 Copies

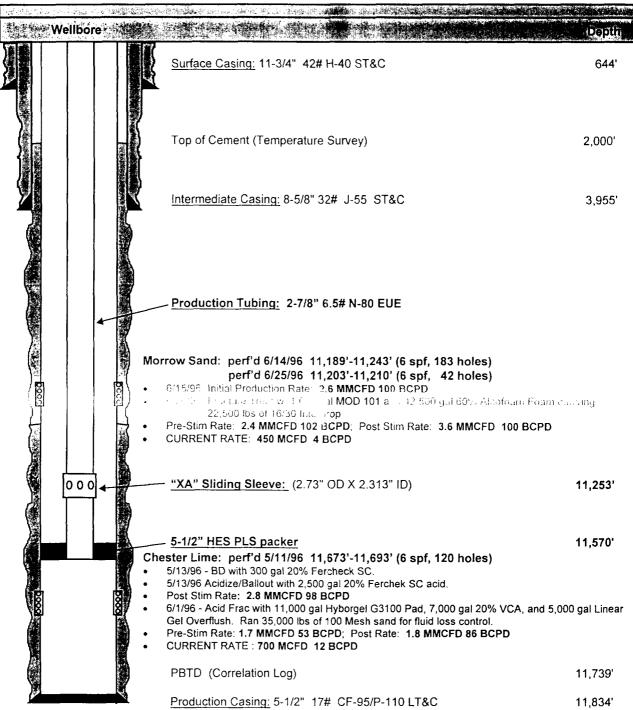
AMENDED REPORT

		W	ELL LO	CATIO	N AND A	CREAGE DEDI	CATION PL	AT	9	
'API	Number			Pool C		1 m 1 c	Pool Na	me		
*Property 0	ode			e		and Tank Straw	n/Morrow		17	ll Number
Troperty C	BDOC	*		SANE		FEDERAL COM			же	1
OGRID N	o.					or Name			·I	levation
7377				ENR	ON OIL &	GAS COMPANY				3526'
	•			1	Surface	Location				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from th		Feet from the	East/Wes		County
1	7	18-S	30-E		990	NORTH	990	WE	ST	EDDY
		11	Bottom	Hole	Location	If Different F			*	
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/We	st line	County
Dedicated Acres	13 Toint	or Infill "C	Consolidation	Code 14	Order No.	1				
	John	0	ZOII SOII GE GO	a code	order no.	*				¥
320 W½ NO ALLOWA	BLE W	ΠJ. BE A	SSIGNED	TO TE	TIS COMPLE	TION UNTIL ALL	INTERESTS	HAVE BI	EEN CO	NSOLIDATED
110 11110 1111						BEEN APPROVE				
16							17 OPE	RATOR	CERT	FICATION
										entained herein is
	,066			1			true and com	plete to the	best of my k	noviedge and belief.
		v 507567				20			\cap	
990'	_1	X=597563 Y=642680							().	1
							Br	the	Xula	
N							Signature	Cilda		
							Printed Nam		1	
				1				atory A	nalyst	, s.
							2/5/96			
							Date)		
							18 07 170	CONTEST	CEDM	TELCATION
							11			IFICATION
							I hereby cert	try that the w	rell location :	shown on this plat surveys made by me
							I hereby cert was plotted I or under my	try that the w	rell location : se of actual : and that the	shown on this plat
						4	I hereby cert was plotted if or under my correct to be	ity that the wrom field note supervision, a	reil location : se of actual and that the ed.	shown on this plat surveys made by me same is true and
							I hereby cert was plotted i or under my correct to be	try that the warm field note supervision, a set of my belle UANUAR	rell location : se of actual : and that the sc.	shown on this plat surveys made by me same is true and
							I hereby cert was plotted i or under my correct to be	try that the warm field note supervision. A set of my believed a set of	rell location of a country and that the et. Y 30, Profession	shown on this plat surveys made by me same is true and
							I hereby cert was plotted i or under my correct to be	try that the warm field note supervision. A set of my believed a set of	rell location of a country and that the et. Y 30, Profession	shown on this plat surveys made by me same is true and
							I hereby cert was plotted i or under my correct to be	try that the warm field note supervision. A set of my believed a set of	rell location of a country and that the et. Y 30, Profession	shown on this plat surveys made by me same is true and
						4	I hereby cert was plotted i or under my correct to be	try that the warm field note supervision. A set of my believed a set of	rell location of a country and that the et. Y 30, Profession	shown on this plat surveys made by me same is true and
							I hereby cert was plotted i or under my correct to be	try that the warm field note supervision. A set of my believed a set of	rell location of a country and that the et. Y 30, Profession	shown on this plat surveys made by me same is true and





WELL SCHEMATIC



Martin Water Laboratories, Inc.

P C BOX 1468 MONAHANS, TEXAS 79758 PH 943-3234 OR 563-1040

DESULT OF WATER ANALYSES

709 W INDIANA MIDLAND, TEXAS 78701 PHONE 863-4521

RESULT OF TAX		
	LABORATORY NO 59737	
ro. Mr. J. C. Ball	SAMPLE RECEIVED 5-7-97	
P.O.Box 2267, Midland, TX 79702	RESULTS REPORTED 5-9-97	
COMPANY Enron Oil & Gas Company	LEASE Sand Tank 7 Federal #1	
FIELD OR POOLSand '	Tank	
SECTION BLOCK SURVEY COUNTY _	Eddy STATE NM	
SOURCE OF SAMPLE AND DATE TAKEN		
NO 1 Produced (Chester) water - taken from	m Sand Tank 7 Federal #1. 5-7-97	
NO 2 Produced (Morrow) water - taken from	Sand Tank 7 Federal #1. 5-7-97	
NO 2		

NO 4 _____

	CHEMICAL AND PHYSICAL	PROPERTIES		
	NO. 1	NO. 2	NO. 3	NO. 4
Specific Gravity at 60° F	1,0269	1.0026		
pH When Sampleri				
pif When Heceived	7.13	6,97		
Bicarbonale as MCO,	610	256		
Supersaturation as CaCO,				
Undersaturation as CaCO ₃				
Total Hardness as CaCO,	3,400	_180		
Calcium as Ca	1,000	34		
Magnesium as Mg	219	_23		
Sedium andlor Potassium	12,461	461		
Suilate as 50.	438	10		
Chioride as Ci	20,945	682		
ugn as Fe	101	125		
Barrum as Ba	Q ·	. 0		
Turbidity Electric				
Color #2 PI				
Total Solids, Calculated	35.672	1.465		
Temperature *F				
Carbon Digside, Calculated				
Dissalved Oxygen,				
Hydrogen Suifide	0.0	0.0		
Hesistivity ohms/m at 77° F	0.224	4.00		
Suspended Oil				
Filtrable Solids as mg/l				
Volume Filtered, ml				

Additional Determinations And Remarks. The objective herein is to evaluate compatibility between these two waters. In studying the individual waters and combination of these waters, we find no evidence of any precipitation or scaling potential would be expected to result from mixing these waters in any proportion, therefore indicating these waters are compatible.

Form No 3

Waylen C. Martin, M.A.