

BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NATURAL RESOURCES

IN THE MATTER OF THE APPLICATION
OF ENRON OIL & GAS COMPANY FOR
DOWNHOLE COMMINGLING,
EDDY COUNTY, NEW MEXICO.

CASE NO. 11782

APPLICATION

Comes now, ENRON OIL & GAS COMPANY, through its undersigned attorneys, hereby makes application to the New Mexico Oil Conservation Division for downhole commingling of production from the Atoka and Morrow formations in its Sand Tank "7" Federal Com. No. 1 Well, and in support thereof states:

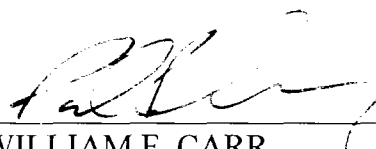
1. Applicant seeks authority for downhole commingling of gas production from the Morrow formation, Sand Tank-Morrow Gas Pool, and Chester formation, Sand Tank-Chester Gas Pool in the wellbore of its Sand Tank "7" Federal Com. No. 1 Well located 990 feet from the North line and 990 feet from the West line of Section 7, Township 18 South, Range 30 East, N.M.P.M., Eddy County, New Mexico.
2. Commingling gas production in this well will not damage either reservoir and will result in the increased recovery of hydrocarbons.
3. Granting this application will be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Enron Oil & Gas Company requests that this matter be set for hearing before a duly appointed Examiner of the Oil Conservation Division on May 15, 1997 and, after notice and hearing as required by law, the Division enter its order granting this application.

Respectfully submitted,

CAMPBELL, CARR, BERGE
& SHERIDAN, P.A.

By: _____


WILLIAM F. CARR
PAUL R. OWEN
Post Office Box 2208
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Telephone: (505) 988-4421

ATTORNEYS FOR ENRON OIL
& GAS COMPANY

**NOTIFICATION LIST
APPLICATION OF ENRON OIL & GAS COMPANY
FOR DOWNHOLE COMMINGLING,
EDDY COUNTY, NEW MEXICO**

**SECTION 7, TOWNSHIP 18 SOUTH, RANGE 30 EAST,
NMPM, EDDY COUNTY, NEW MEXICO**

Burlington Resources Oil
& Gas Company
Post Office Box 51810
Midland, TX 79710-1810
Attn: Leslyn Swierc

CASE 11782

Application of Enron Oil & Gas Company for downhole commingling, Eddy County, New Mexico. Applicant seeks approval to downhole commingle production from the Morrow formation, Sand Tank-Morrow Gas Pool, and the Chester formation, Sand Tank-Chester Gas Pool, within the wellbore of its Sand Tank "7" Federal Com. No. 1 Well located 990 feet from the North line and 990 feet from the West line of Section 7, Township 18 South, Range 30 East. Said area is located approximately 3 ½ miles southwest of Loco Hills, New Mexico.

CAMPBELL, CARR, BERGE

& SHERIDAN, P.A.

LAWYERS

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April 22, 1997

HAND-DELIVERED

William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
2040 South Pacheco Street
Santa Fe, New Mexico 87503

Re: Application of Enron Oil & Gas Company for downhole commingling, Eddy
County, New Mexico

Dear Mr. LeMay:

Enclosed in triplicate is the Application of Enron Oil & Gas Company in the above-referenced case as well as a copy of a legal advertisement. Enron Oil & Gas Company respectfully requests that this matter be placed on the docket for the May 15, 1997 Examiner hearings.

Very truly yours,



PAUL R. OWEN

PRO:mlh

Enclosures

cc: Patrick J. Tower (w/enclosures)

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