

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY AND MINERALS
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION
OF TENNECO OIL COMPANY FOR DUAL
COMPLETION AND DOWNHOLE COMMINGLING,
SAN JUAN COUNTY, NEW MEXICO.

APPLICATION

(Case 6847)

COMES NOW TENNECO OIL COMPANY, by and through its attorneys, KELLAHIN & KELLAHIN, and applies to the New Mexico Oil Conservation Division for approval to drill ten wells in which the Chacra and Mesa Verde production will be commingled and then produced as a dual completion with the Dakota formation, all in San Juan County, New Mexico, and in support thereof would show:

1. Applicant is the operator of each of the units and formations involved in this application as shown on the attached surface plat.

2. Applicant requests approval to commingle production from the Chacra and Mesaverde formations and to dually complete those commingled zones with the Dakota formation for the following wells:

1. Bunce Com Well No. 1, Unit C, Sec. 19, 729N, R10W, NMPM; ✓
2. Elvin J. Paynes Gas Unit "A" Well No. 1-E, Unit N, Sec. 19, T29N, R10W, NMPM; ✓
3. Sullivan Frame Gas Unit "A" Well No. 1-E, Unit A, Sec. 30, T29N, R10W, NMPM; ✓
4. Sullivan Frame Com "B" Well No. 1, Unit D, Sec. 30, T29N, R10W, NMPM; ✓
5. Valdez Gas Unit "A" Well No. 1-E, Unit G, ✓
Sec. 24, T29N, R11W, NMPM;
6. Marquis G. Eaton Gas Unit "A" Well No. 1-E, ✕
Unit A, Sec. 25, T29N, R11W, NMPM;
7. Valdez Com B-1 Well No. 1, Unit O, Sec. 24, ✕
T29N, R11W, NMPM;

8. Bruce Sullivan Com B Well No. 1, Unit D, X
Sec. 25, T29N, R11W, NMPM;
9. Sullivan Gas Unit "A" Well No. 1-E, X
Unit M, Sec 25, T29N, R11W, NMPM;
10. Eaton Com "B" Well No. 1, Unit P, X
Sec. 25, T29N, R11W, NMPM.

Attached hereto and incorporated by reference are Division Forms C-102 for each well.

3. Applicant proposes to dedicate a 320-acre Dakota unit to each well and a 160-acre Chacra-Mesaverde unit to each well as shown on the Form C-102 attached hereto and incorporated by reference.

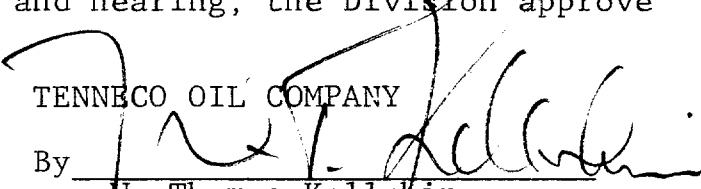
4. Applicant proposes to complete each well as shown on the wellbore schematic attached hereto and incorporated by reference.

5. That approval of the application will be in the best interest of conservation, the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant requests that this matter be set for hearing and that after notice and hearing, the Division approve the application as requested.

TENNECO OIL COMPANY

By


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ATTORNEYS FOR APPLICANT