DANIEL S. NUTTER

REGISTERED PETROLEUM ENGINEER

PETROLEUM CONSULTATION AND STATE AND FEDERAL REGULATORY SERVICES

105 EAST ALICANTE

SANTA FE, NEW MEXICO 87501

PHONE (505) 982-0757 April 10, 1984

RECEIVED

APR 11 1984

OIL CONSERVATION DIVISION

Mr. Joe D. Ramey, Division Director Oil Conservation Division New Mexico Energy and Minerals Department Post Office Box 2088 Santa Fe, New Mexico 87501

Case 8176

Re: Application Of Mesa Grande Resources, Inc. for downhole commingling and an oil-oil dual completion, Rio Arriba County, New Mexico

Dear Mr. Ramey:

Mesa Grande Resources, Inc. is in the process of completing its Howard Gavilan Well No. 1, located 1850 feet from the North line and 1650 feet from the West line of Section 23, Township 25 North, Range 2 West, NMPM, Rio Arriba County, New Mexico, as a dual completion to produce oil from the Gavilan-Mancos Oil Pool and from the Dakota Producing Interval. In addition, the well has perforations in and is capable of producing from the Greenhorn formation which lies between the defined lower limits of the aforesaid Mancos pool and the upper limits of the Dakota Producing Interval.

Mesa Grande therefore respectfully requests that a hearing be set on the May 9 docket to consider approval for the downhole commingling of the Greenhorn and Dakota production in the wellbore and the oil-oil dual completion of said well to produce the aforesaid commingled production and production from the Gavilan-Mancos Oil Pool through parallel strings of tubing, separation of the zones to be accomplished by means of a packer set above the Greenhorn perforations.

Very truly yours,

Daniel S. Nutter, P.E.

cc: Alex Phillips
1200 Philtower Bldg.
Tulsa, Ok 74103

Owen Lopez Hinkle Law Firm, Santa Fe



ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

TONEY ANAYA

May 23, 1984

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Mr. James Bruce Re Hinkle, Cox, Eaton,	e: CASE NO. <u>8176</u> ORDER NO. <u>R-7534</u>
Coffield & Hensley Attorneys at Law Post Office Bom 2068 Santa Fe, New Mexico	Applicant:
•	Mesa Grande Resources, Inc.
Dear Sir:	
Enclosed herewith are two of Division order recently ent	copies of the above-referenced tered in the subject case.
Ypurs very truly,	
JOE D. RAMEA	
Director	
JDR/fd	
Copy of order also sent to	• 1
Hobbs OCD x	
Artesia OCD x	
Aztec OCDx	
Other	



STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO B7410 (505) 334-6178

OIL CONSERVATION DIVISION BOX 2088 SANTA FE, NEW MEXICO 87501
DATE 4/16/84 RE: Proposed MC Proposed DHC 4
RE: Proposed MC Proposed DHC Proposed NSL Proposed SWD Proposed WFX Proposed PMX
Gentlemen:
I have examined the application dated $4-1/-84$
for the Men Grande Resumen fre. Saiden Womand # F-Z3-Z5N-Z Operator Lease and Well No. Unit, S-T-R
and my recommendations are as follows:
Docket for having. Well does not qualificatione for
relministrative approved.
Yours truly,
3 mb. Clony