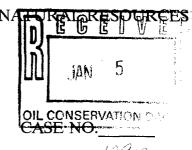
BEFORE THE

OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY, MINERALS AND NAT

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



APPLICATION

Comes now, ENRON OIL & GAS COMPANY, through its undersigned attorneys, hereby makes application to the New Mexico Oil Conservation Division for approval for downhole commingling of production from the Morrow and Atoka formations in its Pure Gold "B" Federal No. 2 Well, and in support thereof states:

- 1. Applicant operates the Pure Gold "B" Federal No. 2 Well located 660 feet from the North line and 1980 feet from the East line of Section 20, Township 23 South, Range 31 East, N.M.P.M., Eddy County, New Mexico.
- 2. Applicant seeks approval for downhole commingling of production from the Morrow formation, West Sand Dunes-Morrow Gas Pool, and the Atoka formation, West Sand Dunes-Atoka Gas Pool, in the wellbore of said Pure Gold "B" Federal No. 2 Well.
- 3. Granting this application will result in the increased recovery of hydrocarbons and will not damage the subject reservoirs.
- 4. 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 February 17, 1994 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.

WILLIAM F. CARR

Post Office Box 2208

Santa Fe, New Mexico 87504

Telephone: (505) 988-4421

ATTORNEYS FOR ENRON OIL & GAS COMPANY