

Jason Kellahin  
W. Thomas Kellahin  
Karen Aubrey

KELLAHIN and KELLAHIN  
*Attorneys at Law*  
El Patio - 117 North Guadalupe  
Post Office Box 2265  
Santa Fe, New Mexico 87504-2265  
February 11, 1986

Telephone 982-4285  
Area Code 505

Mr. Richard L. Stamets  
Director  
Oil Conservation Division  
Post Office Box 2088  
Santa Fe, New Mexico 87501

Hand-Delivered

*Case 8846*

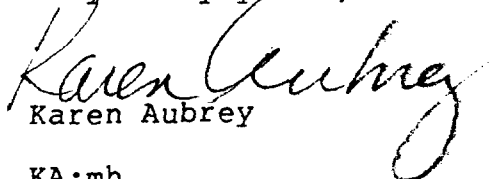
Re: Tenneco Oil Company

Dear Mr. Stamets:

Enclosed please find an Application for Tenneco Oil Company for Downhole Commingling. Please set this case for hearing on March 5, 1986.

By copy of this letter to all interested parties, we are advising each said party that if they desire to protest this application they may do so by appearing at the February 19, 1986 hearing. If any interested party desires more information they may contact the Division at (505) 827-5803, consult the Division rules and regulations, or contact the undersigned.

Very truly yours,

  
Karen Aubrey

KA:mh

Enc.

cc: Tenneco Oil Company  
Post Office Box 3249  
Englewood, Colorado 80155  
Attn: Land Department

(Certified/Return Receipt Requested)  
All addressees below:

El Paso Natural Gas Company  
Post Office Box 4289  
Farmington, New Mexico 87499

KELLAHIN and KELLAHIN

Mr. Richard L. Stamets  
February 11, 1986  
Page -2-

Meridian Oil Company  
Post Office Box 4289  
Farmington, New Mexico 87499

Union Texas Petroleum  
Post Office Box 1290  
Farmington, New Mexico 87499

R & G Drilling Company  
c/o Walsh Engineering  
Post Office Drawer 419  
Farmington, New Mexico 87499

Arco Oil & Gas Company  
555 17th Street  
Post Office Box 5540  
Denver, Colorado 80202

Southland Royalty Company  
410 17th Street, Suite 1000  
Denver, Colorado 80202

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

IN THE MATTER OF THE  
APPLICATION OF TENNECO  
OIL COMPANY FOR DOWNHOLE  
COMMINGLING.

CASE NO. 8546

**A P P L I C A T I O N**

COMES NOW, TENNECO OIL COMPANY, by and through its attorneys, Kellahin & Kellahin, and applies to the New Mexico Oil Conservation Division for authority to downhole commingle certain production and as grounds therefore would state:

1. Applicant Tenneco Oil Company proposes to drill the following described wells and to act as operator for them.

2. For each said well, Applicant will run downhole equipment in each of the wellbores to prevent crossflows of production between or among the downhole commingled zones.

3. The proposed wells and location are:

Schwerdtfeger A LS #14A	NW/4 (W/2) Sec. 8, T27N-R8W
Schwerdtfeger A LS #15A	NW/4 (N/2) Sec. 21, T27N-R8W
Florance D LS #14A	SE/4 (S/2) Sec. 21, T27N-R8W
Bolack C LS #11A	NW/4 (W/2) Sec. 28, T27N-R8W
Florance D LS #11A	SE/4 (E/2) Sec. 18, T27N-R8W
Florance D LS #13A	NW/4 (W/2) Sec. 20, T27N-R8W
Lackey B LS #4A	NW/4 (N/2) Sec. 29, T28N-R9W

4. All of the above described wells are infill wells and will be drilled on an existing Mesaverde spacing unit.

5. The Applicant intends to commingle production from the Mesaverde and Chacra formations in each of the wellbores.

6. The ownership for all zones to be commingled is common.

7. The offsetting operators required to be notified pursuant to Rule 1207 are:

El Paso Natural Gas Company  
Post Office Box 4289  
Farmington, New Mexico 87499

Meridian Oil Company  
Post Office Box 4289  
Farmington, New Mexico 87499

Union Texas Petroleum  
Post Office Box 1290  
Farmington, New Mexico 87499

R & G Drilling Company  
c/o Walsh Engineering  
Post Office Drawer 419  
Farmington, New Mexico 87499

Arco Oil & Gas Company  
555 17th Street  
Post Office Box 5540  
Denver, Colorado 80202

Southland Royalty Company  
410 17th Street, Suite 1000  
Denver, Colorado 80202

8. Notice to the above offsetting operators has been provided by mailing, by certified mail, a copy of this application within the time limits

provided under Rule 1207.

Respectfully submitted,

TENNECO OIL COMPANY

By: 

Karen Aubrey  
KELLAHIN & KELLAHIN  
Post Office Box 2265  
Santa Fe, New Mexico 87501

Attorneys for Applicant

cc: El Paso Natural Gas Company "Certified Mail"  
Post Office Box 4289  
Farmington, New Mexico 87499

Meridian Oil Company  
Post Office Box 4289  
Farmington, New Mexico 87499

Union Texas Petroleum  
Post Office Box 1290  
Farmington, New Mexico 87499

R & G Drilling Company  
c/o Walsh Engineering  
Post Office Drawer 419  
Farmington, New Mexico 87499

Arco Oil & Gas Company  
555 17th Street  
Post Office Box 5540  
Denver, Colorado 80202

Southland Royalty Company  
410 17th Street, Suite 1000  
Denver, Colorado 80202

Tenneco Oil Company  
Post Office Box 3249  
Englewood, Colorado 80155  
Attn: Land Department