



PHILLIPS PETROLEUM COMPANY

ODESSA, TEXAS 79762
4001 PENBROOK

EXPLORATION AND PRODUCTION GROUP

June 20, 1989

**Application for Exception to
Statewide Rule No. 303-C
Downhole Commingle Production**

State of New Mexico
Energy, Minerals and Natural Resources Dept.
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 97504-2088

Attn: William J. LeMay, Director

Gentlemen:

In accordance with Statewide Rule 303-C3, Phillips Petroleum Company respectfully requests approval to downhole commingle production on our New, Well No. 1. Pertinent well information and data is included herein:

(a) Name and address of operator:
Phillips Petroleum Company
4001 Penbrook Street
Odessa, Texas 79762

(b) New Lease, Well No. 1
Unit A, 660' FNL and 330' FEL
Section 26, T-20-E, R-36-E
Lea County, New Mexico

Pools to be commingled:
Eunice Monument-Grayburg/San Andres (oil)
Eumont-Yates-Seven Rivers-Queen (oil)

(c) Plat of area showing acreage dedicated to the well.

(d) Current productivity test:
The Eunice Monument-Grayburg/San Andres zone produced 1.25 BO, 50 BW and 105 MCFG in 24 hours. C-116 attached.

(e) Allocation of commingled production will be 100% to the Eunice Monument-Grayburg/San Andres pool.

Well completion history - wellbore sketch is attached: Well was originally completed in January, 1938, as a flowing oil well in the Eunice Monument-Grayburg/San Andres pool from 3696'-3850'. Surface pumping equipment was installed in November, 1971. On April 23, 1982, open hole interval from 3703'-3819' was perforated, interval from 3696'-3850' was treated with 5000