DISTRICT |

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

811 South First St., Artesia, NM 88210 DISTRICT III

1000 Rio Brazos Rd, Aztec. NM 87410

State of New Mexico Energy, Minerals and Natural Resources Department **OIL CONSERVATION DIVISION**

APPLICATION FOR DOWNHOLE COMMINGLING

Form C-107-A New 3-12-96

APPROVAL PROCESS:

X Administrative Hearing

2040 S. Pacheco Santa Fe, New Mexico 87505-6429

EXISTING WELLBORE X YES __ NO

Cross Timbers Operating	Company	11	
Lady		- 4 -20S-38E	Lea
GRID NO. 005380 Property Cod		.025_27875	pacing Unit Lease Types: (check 1 or more)
The following facts are submitted in support of downhole commingling:	Upper Zone	Intermediate Zones	Lower Zone
Pool Name and Pool Code	West Nadine Paddock Blinebry (47400)		West Nadine Tubb (47530)
Top and Bottom of Pay Section (Perforations)	5,987'-6,091'		6,623'-6,646'
3. Type of production (Oil or Gas)	Oi1		Oil
4. Method of Production (Flowing or Artificial Lift)	Artificial Lift		Artificial Lift
5. Bottomhole Pressure Oil Zones - Artificial Lift: Estimated Current Gas & Oil - Flowing:	a. (Current) 1,500 psig	a.	a. 2,000 psig
Measured Current All Gas Zones: Estimated Or Measured Original	b. ^(Original)	b.	b.
6. Oil Gravity (° API) or Gas BTU Content	37.0		36.0
7. Producing or Shut-In?	Shut-In		Producing
Production Marginal? (yes or no)	Yes		
 If Shut-In, give date and oil/gas/ water rates of last production 	Date: 3/29/97 Rates: 3/8/1	Date: Rates:	Date: Rates:
Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data			
 If Producing, give date andoil/gas/ water rates of recent test (within 60 days) 	Date: Rates:	Date: Rates:	Date: 3/98 Rates: 4/6/4
8. Fixed Percentage Allocation Formula -% for each zone	Oii: 43 % Gas: 53 %	Oit: Gas: %	Oil: 57 % Gas: 47 %
·	pporting data and/or explaining	method and providing rate pr	ojections or other required da
 Are all working, overriding, a If not, have all working, over Have all offset operators been 	nd royalty interests identical in riding, and royalty interests be given written notice of the pro	n all commingled zones? en notified by certified mail? oposed downhole commingling:	X Yes — No Yes — No X Yes — No
flowed production be recover	ed, and will the allocation form	compatible, will the formations nula be reliable Yes	_ No (If No, attach explanat
2. Are all produced fluids from a			
3. Will the value of production b			·
 If this well is on, or communi United States Bureau of Land 	tized with, state or federal lan I Management has been notific	ids, either the Commissioner o ed in writing of this application	f Public Lands or the nYes No
5. NMOCD Reference Cases for	Rule 303(C) Exceptions:	ORDER NO(S).	
 Production curve f For zones with no Data to support all Notification list of Notification list of 	or each zone for at least one y production history, estimated ocation method or formula. all offset operators. working, overriding, and royal	its spacing unit and acreage delear. (If not available, attach en production rates and supporting ty interests for uncommon interequired to support commingling	explaination.) ng data. erest cases.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

TITLE Mgr. Reservoir Dev. DATE 5./.98