DISTRICT I

## State of New Mexico Energy, Minerals and Natural Resources Department

## OIL CONSERVATION DIVISION 2040 S. Pacheco

DISTRICT II 811 South First St., Artenie, NM 88210-2835

## DISTRICT III

1000 Rio Brazos Rd, Aztec, NM 87410-1693

APPROVAL PROCESS: X Administrative Hearing

\_\_\_\_

## Santa Fe, New Mexico 87505-6429 APPLICATION FOR DOWNHOLE COMMINGLING

EXISTING WELLBORE

Yates Petroleum Corporation	105 S. Fourth Stre	et Artesia, N	M 88210	
Operator	Address	······································		
Trick State Unit	1	B 18-22S-35E	Lea	
Lease	Well No.	Unit Ltr Sec - Twp - Age	County	
			Spacing Unit Lease Types: (check 1 or more)	
OGRID NO. 025575 Pr	operty Code <u>19982</u>	api no. <u>30-025-33693</u>	Federal, State _X_, (and/or) Fee	

The following facts are submitted in support of downhole commingling:	Upper Zone	Intermediate Zone	Lower Zone
1. Pool Name and Pool Code	San Simon Wolfcamp		Undesignated Strawn
2. Top and Bottom of Pay Section (Perforations)	11360'-11800'		11980'-11990'
3. Type of production (Oil or Gas)	Oil		Oil
4. Method of Production (Flowing or Artificial Lift)	Flowing		Flowing
5. Bottomhole Pressure	a. (Current)	a.	a. (Current)
Dil Zones - Artificial Lift:	5778		6090
Estimated Current Gas & Oil - Flowing: Measured Current	b. (Original)	b.	<sub>b.</sub> (Original)
All Gas Zones: Estimated Or Measured Original	5778		6090
6. Oil Gravity ( API) or Gas BTU Content	40.3°API		
7. Producing or Shut-In?	Producing		Producing - Zero
Production Marginal? (yes or no)	No		Yes
• If Shut-In, give date and oil/gas/water rates of	Date:	Date:	Date:
last production	Rates:	Rates:	Rates:
Note: For new zones with no production history, applicant shall be required to attach production estimates and supporting data			
• If Producing, give date and oil/gas/water rates of	Date: 3-22-97	Date:	Date: Estimate
recent test (within 60 days)	Rates: 210 BOPD 100 MCFGPD 15 BWPD	Rates:	Rates: O BOPD O MCFGPD
8. Fixed Percentage Allocation Formula -% for each zone (total of %'s to equal 100%)	oii: Gas: 100% 100%	0ii: Gas: % %	0ii: 6as: 0% 0%

9. If allocation formula is based upon something other than current or past production, or is based upon some other method, submit attachments with supporting data and/or

explaining method and providing rate projections or other required data.

10. Are all working, overriding, and royalty interests identical in all commingled zones? If not, have all working, overriding, and royalty interests been notified by certified mail? Have all offset operators been given written notice of the proposed downhole commingling? <u>X</u>Yes No Yes No XYes No

11. Will cross-flow occur? \_\_\_\_\_Yes X\_No If yes, are fluids compatible, will the formations not be damaged, will any cross-flowed production be recovered, and will the allocation formula be reliable. \_\_\_\_Yes \_\_\_\_No (If No, attach explanation)