

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

N.M. Oil Cons. Division
1625 N. French Dr.
Hobbs, NM 88240

FORM APPROVED
Budget Bureau No. 1004-0135
Expires: March 31, 1993

SUNDRY NOTICES AND REPORTS ON WELLS

Do not use this form for proposals to drill or to deepen or reentry to a different reservoir.
Use "APPLICATION FOR PERMIT—" for such proposals

SUBMIT IN TRIPLICATE

1. Type of Well

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

CONOCO INC.

3. Address and Telephone No.

10 DESTA DR. STE. 100W, MIDLAND, TX. 79705-4500 (915) 686-5580/684-6381

4. Location of Well (Footage, Sec., T. R. M. or Survey Description)

10' FSL & 190' FWL, Section 18, T20S, R38E

5. Lease Designation and Serial No.

LC 031670B

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

SEMU Burger B, Well #125

9. API Well No.

30 025 34126

10. Field and Pool, or Exploratory Area

Warren Gas Tubb

11. County or Parish, State

Lea County, NM

CHECK APPROPRIATE BOX(S) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION

- ☒ Notice of Intent
☐ Subsequent Repon
☐ Final Abandonment Notice

TYPE OF ACTION

- ☐ Abandonment
☐ Recompletion
☐ Plugging Back
☐ Casing Repair
☐ Altering Casing
☒ Other Surface Commingling
☐ Change of Plans
☐ New Construction
☐ Non-Routine Fracturing
☐ Water Shut-Off
☐ Conversion to Injection
☐ Dispose Water

Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Attached please see our amended application to add the SEMU Burger B, Well #125 to existing Commingling Order PC-974 for surface commingling into the Conoco, Inc. SEMU Permian battery located in Section 19, T20S, R38E, Unit Letter K, Lea County, New Mexico. This well was previously anticipated to be placed in the Monument Tubb gas pool, the Oil Conservation Division has determined that the well be placed in the Warren Gas Tubb upon recompletion.

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct.

Signed

Title

Ann E. Ritchie
Regulatory Agent

Date

6-30-00

(This space for Federal or State office use)

Approved by

(ORIG. SGD.) ALEXIS C. SWOBODA

Title

PETROLEUM ENGINEER

Date

JUL 11 2000

BLM(6), BRK

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RECEIVED
JUL 07 2000
BLM
ROSWELL, NM

June 26, 2000

New Mexico Oil Conservation Division
Department of Energy & Minerals
State of New Mexico
2040 South Pacheco
Santa Fe, NM 87501

Att: Mark Ashley, Engineering

RE: Conoco, Inc., SEMU Burger B, Well #125, 190' FWL & 10' FSL,
Section 18, T20S, R38E, Lea County, New Mexico

Dear Mark,

Concerning the above referenced well, Conoco, Inc. anticipates recompletion to the Warren Tubb Gas pool. If this is successful completion, we are requesting permission to utilize the SEMU Permian tank battery, for the crude oil produced from this well under existing Commingling Order PC-974 (copy attached). We have recently recompleted the SEMU Burger #126 in the Warren Tubb Gas pool which resulted in a producing rate of 2174 mcf/day and 28 bbls/oil per day with a GOR of 77,642. The GOR has risen since production was initially incurred.

The ownership has previously been notified of our request to commingle to Tubb completions with the SEMU Permian (Grayburg) and Eumont Yates Seven Rivers production. A copy of this request is being sent to the working interest owners (listed below), the Bureau of Land Management and Minerals Management Service. Also enclosed are copies of the battery diagram, lease plat and justification.

Please let me know if you have any questions or need more information concerning this request. Thank you.

Yours truly,



Ann E. Ritchie, Regulatory Agent
Conoco, Inc.
10 Desta Dr., Suite 100W
Midland, TX 79705
(915) 684-6381, (915) 682-1458-fax

cc: Reesa Wilkes-Conoco/Midland; BLM-Roswell; OCD-Hobbs
Arco Permian, P.O. Box 1610, Midland, TX 79702
Chevron USA, Inc., P.O. Box 1635, Houston, TX 77251

JUSTIFICATION

Conoco, Inc.
SEMU Burger B, Well #125
10' FSL & 190' FWL
Section 18, T20S, R38E
Lea County, New Mexico

Conoco, Inc. is requesting permission to surface commingle, at the Conoco, Inc. SEMU Permian battery, located in Section 19, T20S, R38E, Unit Letter K, Lea County, New Mexico, the anticipated production from the SEMU Burger B, Well #125, Warren Tubb Gas pool recompletion. The Warren Tubb Gas recompletion is scheduled upon approval of permitting requirements. The Tubb gravity should be approximately 38 API sweet crude. The oil gravity at the SEMU Permian battery is 41.6 API sour, therefore the impact of the Tubb oil production will not effect the price per barrel. The oil production will be tested monthly and allocated using the existing Drinkard test treater. The gas will be metered separately.



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

**COMMINGLING ORDER PC-974
3rd Amendment**

Conoco, Inc.
10 Desta Drive, Suite 100 West
Midland, Texas 79705-4500

Attention: Ms. Ann E. Ritchie

Lease: Southeast Monument Unit (SEMU) Permian Wells No. 16, 24, 42, 126, 141 and 144 (To be commingled with existing SEMU Permian Grayburg production.)
Description: SE/4 SW/4 of Section 13, NE/4 NE/4, SE/4 SE/4 of Section 24, Township 20 South, Range 37 East, NMPM, and SE/4 NW/4 of Section 30, NW/4 NW/4, SW/4 SW/4 of Section 19, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico.

The above-named company is hereby authorized to commingle Monument-Tubb (Oil - 47090), Eumont Yates-Seven Rivers-Queen (Oil - 22800) and Skaggs Grayburg (Oil - 57380) Pool production from the above mentioned lease and to determine production from each pool by well test. This method is authorized only so long as all commingled production is of marginal nature; further the operator shall notify the Santa Fe office of the Division in the event any well on the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate. All commingled production must be of identical ownership including working interest, royalty interest and overriding royalty interest. Gas production will be separately metered.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: Commingled production shall be stored in the SEMU Permian tank battery facility located in Unit Letter 'K' of Section 19, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico.

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

PROVIDING: Validation of this authority shall be accomplished with like approval by the Bureau of Land Management.

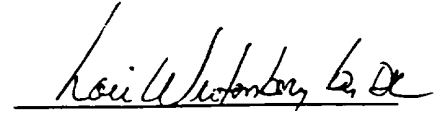
Amended Commingling Order PC-974

Conoco, Inc.

February 16, 2000

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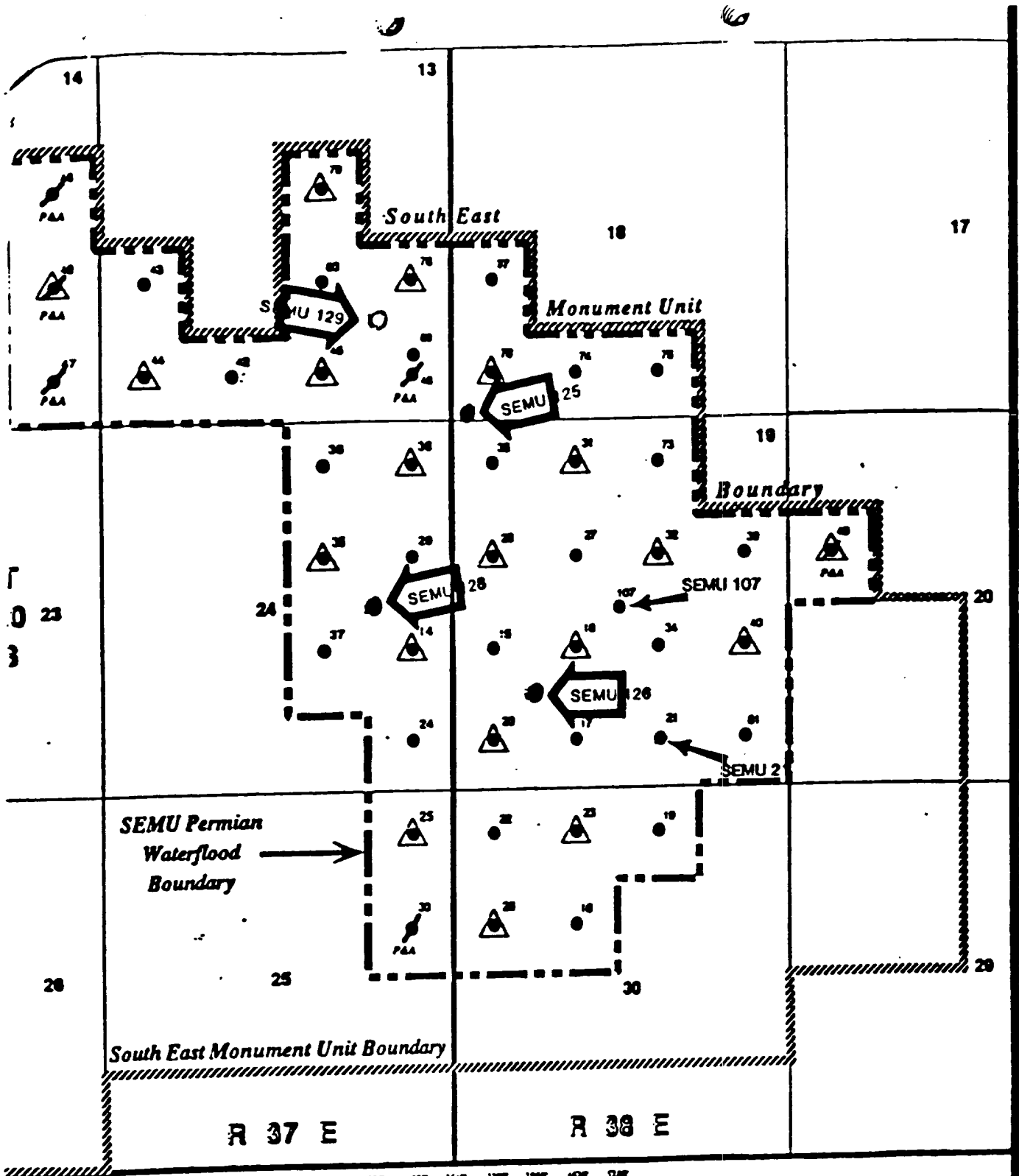
DONE at Santa Fe, New Mexico, on this 16th day of February, 2000.



LORI WROTENBERY,
Division Director

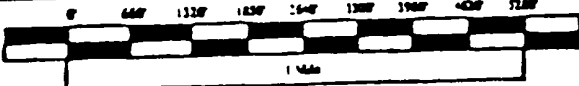
LW/MWA/kv

cc: Oil Conservation Division – Hobbs
U. S. Bureau of Land Management - Carlsbad



Well Legend

- Producing
- ▲ Injection
- ⦿ Plugged & Abandoned



SEMU Boundary

SEMU Permian Waterflood Boundary

PERMIAN WATERFLOOD
("SEMU PERMIAN")
1993 A-1000

SOUTH EAST MONUMENT UNIT
SKAGGS-GRAYBURG POOL

LEA COUNTY, NEW MEXICO
Map 3. SEMU Permian Waterflood

