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

Form C-107-A Revised August 1999

APPROVAL PROCESS:

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

X Administrative ____Hearing

APPLICATION	FOR DOWN	HOLE CO	MINGLING

X YES ___NO

Amerada Hess Corporation	P. O. Box 840, Seminole, Texas 79360				
Operator State "Q"	Address 7 J-16-20S-37E		Lea		
Lease Well No. Unit Ltr Sec - Twp - Rge County Specing Unit Lease Types: (check 1 or more) OGRID NO. 000495 Property Code 000206 API NO. 30-025-34162 Federal, State X_, (and/or) Fee					
The following facts are submitted in support of downhole commingling: 1. Pool Name and Pool Code	Upper Zone Monument Paddock (47080)	Intermediate Zone Monument Tubb (47090)	Lower Zone Monument Abo SE (96764)		
2. Top and Bottom of Pay Section (Perforations)	5139' – 5190'	6370' – 6595'	7170' – 7420'		
3. Type of production (Oil or Gas)	Oil	Oil	Oil		
4. Method of Production (Flowing or Artificial Lift)	Artificial Lift	Artificial Lift	Artificial Lift		
5. Bottomhole Pressure Oil Zones - Artificial Lift: Estimated Current Gas & Oil - Flowing: Measured Current All Gas Zones: Estimated Or Measured Original	a. ^(Current) 400 b. ^(Original)	a. 497 b.	a. 800 b.		
6. Oil Gravity (EAPI) or Gas BTU Content	37.9	40.1	41.4		
7. Producing or Shut-In?	Producing	Producing	Shut-In		
Production Marginal? (yes or no) If Shut-In, give date and oil/gas/ water rates of last production 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) 	Yes Date: 11-22-99 Rates: 6 B.O./D., 14 B.W./D., & 3 MCFGPD Date: Rates:	Yes Date: 11-22-99 Rates: 6 B.O./D., 14 B.W./D., & 10 MCFGPD Date: Rates:	Yes Date: 9-15-99 Rates: 10 B.O./D., 4 B.W./D. & 18 MCFGPD Date: Rates:		
8. Fixed Percentage Allocation Formula -% for each zone (total of %'s to equal 100%)	Oil: Gas: 27 % 10 %	CHI: Gas: 27 % 32 %	Oil: Gas: 46 % 58 %		
 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? X Yes No If not, have all working, overriding, and royalty interests been notified by certified mail? Yes 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) 					
12. Are all produced fluids from all commingled zones compatible with each other? <u>X</u> Yes <u>No</u>					
 13. Will the value of production be decreased by commingling? Yes X_ No (If Yes, attach explanation) 14. If this well is on, or communitized with, state or federal lands, either the Commissioner of Public Lands or the United States Bureau of Land Management has been notified in writing of this application. X Yes No 					
 15. NMOCD Reference Cases for Rule 303(D) Exceptions: ORDER NO(S)					
SIGNATURE	2				

TYPE OR PRINT NAME

Duwayne Perry

_____TELEPHONE NO.(__915) 758-6700