

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)

Section 13, T20S, R37E, P, 1310' FSL & 1170' FEL

5. Lease Designation and Serial No.

NM0557686

6. If Indian, Allottee or Tribe Name

7. If Unit or CA, Agreement Designation

8. Well Name and No.

SEMU Permian #129

9. API Well No.

30 025 34314

10. Field and Pool, or Exploratory Area

Eumont Yates 7 Rvrs Queen (PG)

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.)*

Conoco, Inc. has made application through the New Mexico Oil Conservation Division to surface commingle any crude oil encountered with the drilling of the SEMU Permian, Well #129 into the existing SEMU Permian tank battery located in Section 19, T20S, R38E, Unit Letter K, Lea County, New Mexico. The production methods and allocation are as described in the attached application.

SEEKING FOR
COMPLETION OF APPROVAL

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

Signed

Title

Ann E. Ritchie
Regulatory Agent

Date 3-30-00

(This space for Federal or State office use)

Approved by

Title

(ORIG. SGD.) ALEXIS C. SWOBODA

PETROLEUM ENGINEER

Date APR 04 2000

Conditions of approval if any:

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

APR 03 2000

BLM

ROSWELL, NM

March 27, 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 Permian #129*, 1310' FSL & 1170' FEL,
Section 13, T20S, R37E, P, API#30 025 34314,
Lea County, New Mexico

Dear Mark,

Concerning the above referenced well, Conoco, Inc., intends to drill this well and complete in the Eumont Yates-Seven-Rivers-Queen (Pro Gas), 76480, gas pool. Conoco is requesting permission to utilize the SEMU Permian tank battery for the minimal crude oil production anticipated from this completion. Commingling Order PC-974 (copy attached) authorizes commingling of the Eumont Yates-Seven Rivers-Queen and Skaggs Grayburg pools – we are requesting that the SEMU Permian #129 be added to this commingling order.

The working interest owners are as follows:

Arco Permian, P.O. Box 1610, Midland, TX 79702
Chevron USA, Inc., P.O. Box 1635, Houston, TX 77251
Conoco, Inc.

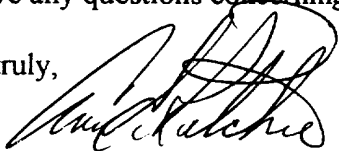
Royalty ownership:

Bureau of Land Management, 2909 W. Second St., Roswell, NM 88201
& copy to: Minerals Management Service, P.O. Box 5810, Denver, CO 80217

Overriding royalty is as described in the listing attached. Copies of this request have been sent to the interest owners this date.

Also enclosed are the battery diagram, lease plat and justification. Please let me know if you have any questions concerning this application. Thank you.

Yours truly,



Ann E. Ritchie, Regulatory Agent
Conoco, Inc.

10 Desta Dr., Suite 100W
Midland, TX 79705-4500
1-800-432-2967, (915) 684-6381, (915) 682-1458-fax; e-mail:Wtor1948@aol.com

cc: Reesa Wilkes-Conoco/Midland; BLM-Roswell, OCD-Hobbs

RECEIVED

APR 03 2000

BLM
ROSWELL, NM

JUSTIFICATION

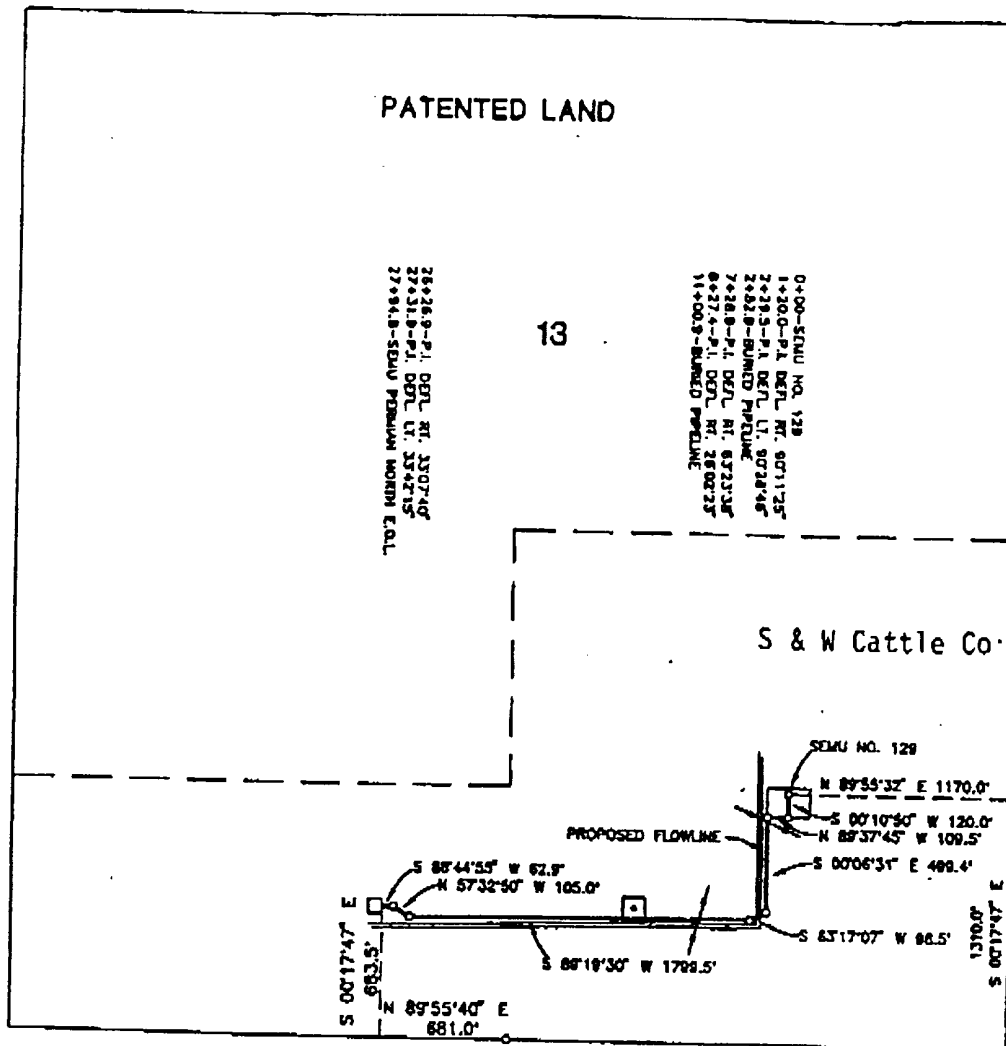
Conoco, Inc.
SEMU Permian, Well #129
1310' FSL & 1170' FEL
Section 13, T20S, R37E, P
Lea County, New Mexico

Conoco, Inc. is requesting permission to surface commingle at the Conoco, Inc., SEMU Permian battery production from the drilling of the SEMU Permian, Well #129 with completion in the Eumont Yates-Seven Rivers-Queen (Pro Gas) pool. The oil gravity at the SEMU Permian battery is 41.6 API sour; the Eumont Yates-Seven Rivers-Queen oil gravity is 36.9 API gravity sour. The impact of the Seven Rivers oil production will not effect the price per barrel.

The dominant production from the Eumont pool will be gas and custody transfer will occur on location (separate meter), but there is a potential for some oil production. It is proposed to have the oil tested using the existing Drinkard test treater and allocate back to the SEMU Permian #129 and the oil commingled with the Skaggs Grayburg pool oil run tank.

RECEIVED
APR 03 2000
BLM
ROSWELL, NM

SECTION 13, TOWNSHIP 20 SOUTH, RANGE 37 EAST, N.M.P.M.
LEA COUNTY,
NEW MEXICO



CENTERLINE DESCRIPTION OF A PROPOSED FLOW LINE:

BEGINNING at the location for Conoco SEMU Well No. 129, from which point the southeast corner of Section 13, T-20-S, R-37-E, N.M.P.M., Lea County, New Mexico, bears N 89° 55' 32" E, 1170.0 feet and S 00° 17' 47" E, 1310.0 feet;

THENCE with the centerline as follows: S 00° 10' 50" W, 120.0 feet; N 89° 37' 45" W, 109.5 feet; S 00° 06' 31" E, 499.4 feet; S 63° 17' 07" W, 98.5 feet; S 89° 19' 30" W, 1799.5 feet; N 57° 32' 50" W, 105.0 feet, and S 88° 44' 55" W, 62.9 feet to a point on the east side of the SEMU Permian North Battery for the end of this line, from which point the South 1/4 corner of Section 13 bears S 00° 17' 47" E, 683.5 feet and N 89° 55' 40" E, 681.0 feet.

I hereby certify that this plat was prepared from an actual survey made on the ground and meets or exceeds all requirements for land surveys as specified by the state of New Mexico

SEMU WELL NO. 129

CONOCO INC.

2794.2 feet of proposed flow line in
Section 13, T-20-S, R-37-E, N.M.P.M.,
Lea County, New Mexico

WEST TEXAS CONSULTANTS, INC.

ENGINEERS-PLANNERS-SURVEYORS

MIDLAND, TEXAS

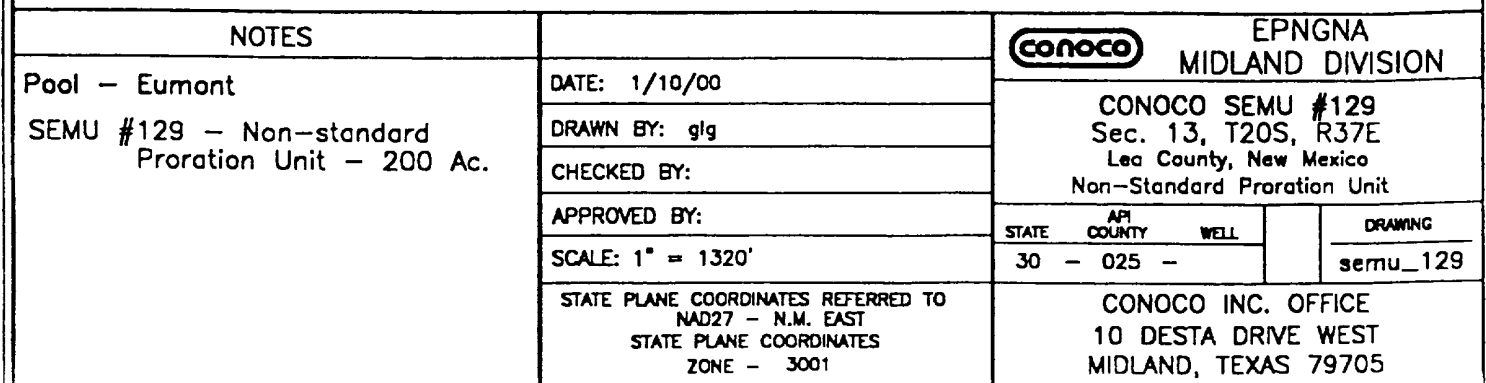
Survey Date 01-20-97	Date 02-01-97	Scale 1" = 1000
W.C. No. 44744	Drawn By J.C.L.	Sheet 1 of 1

Larl Foote
Registered Professional Surveyor
New Mexico Certificate No. 8278

RECEIVED

APR 03 2000

BLM
ROSWELL, NM



RECEIVED
APR 03 2000
BLM
ROSWELL, NM

APR 03 2000
BLM
ROSWELL, NM

PIPING LEGEND

GAS

REV

DIL

WATER

CIRCULATING

MIXTURE LINE/VESSEL

VAPOR RECOVERY

EXTRA

THIS FACILITY IS IN COMPLIANCE WITH CONOCO INC. MIDLAND DIVISION SITE SECURITY PLAN. PLAN LOCATED AT: CONOCO INC. OFFICE 10 DESTA DRIVE WEST MIDLAND, TEXAS 79705

VALVE LEGEND: POSITION/MODE

1. CLOSE/SALE

2. OPEN/SALE

3. CLOSED/PRODUCTION

4. OPEN/PRODUCTION

REVISIONS

NO.	DESCRIPTION	DATE	BY	NO.	DESCRIPTION	DATE	BY
1	DIFFERENCE	00/00	IN				
2	REV PER MARK-UP	5/22/96	DR				
3	REV PER MARK-UP	5/31/96	DR				
4	REV PER MARK-UP	8/2/96	DR				
5	REV PER MARK-UP	1/9/98	SCM				

DATE: OCTOBER 8, 1996

DRAWN BY: SHANNA BIRD

CHECKED BY:

APPROVED BY:

CONOCO

EPNGMA

MIDLAND DIVISION

SEMU PERMIAN MAIN BATT.

UNIT K-19-T205-R38C

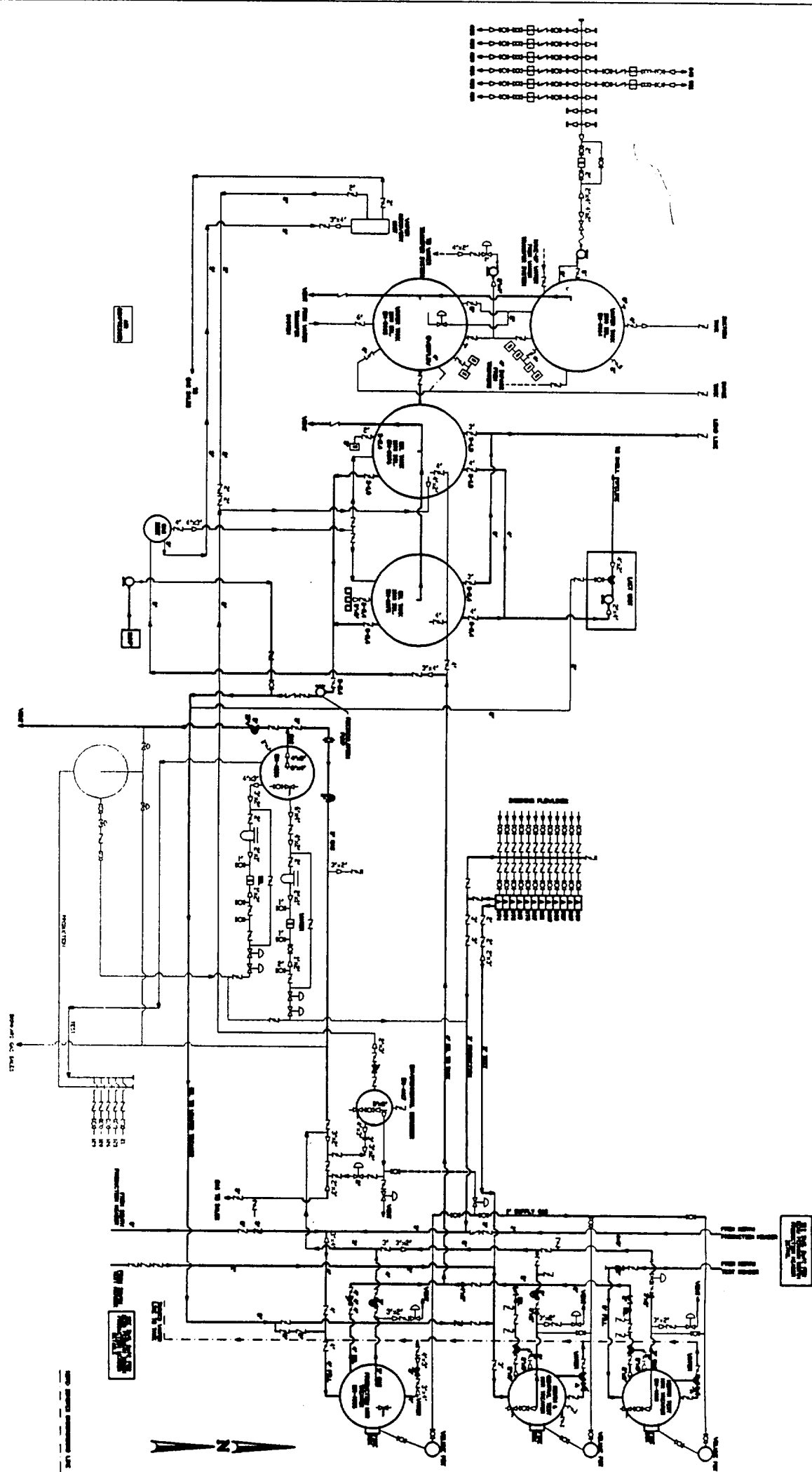
LEA COUNTY, NEW MEXICO

FED. LEASE NO.

C/MILL

DRAWING NO.

TR1001



RECEIVED

APR 03 2000

BLM

ROSWELL, NM



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

WICK
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.

RECEIVED

APR 03 2000

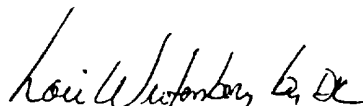
BLM

ROSWELL, NM

100611-100
100611-100
100611-100

Amended Commingling Order PC-974
Conoco, Inc.
February 16, 2000
Page 2

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

RECEIVED

APR 03 2000

BLM

ROSWELL, NM