

R. E. Irelan
Division Manager
Production Department
Hobbs Division
North American Production

Conoco Inc. P.O. Box 460 726 East Michigan Hobbs, NM 88240 (505) 393-4141

April 27, 1987

New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, NM 87504-2088

Attention Mr. Bill LeMay, Director

Dear Mr. LeMay:

Application to Downhole Commingle Hawk B-3 No. 16, Unit C, Section 3, T-21S, R-37E, Lea County, New Mexico

Conoco Inc. respectfully requests approval to downhole commingle the Blinebry Oil and Gas pool with the Drinkard.

Additional data relative to this commingling is listed below:

- 1. A lease plat is attached.
- C-116's are included providing tests for each zone as well as the following test data requested by Jerry Sexton, NMOCD, Hobbs.

	ВО	BW	MOTO
3/7/87	5	$\frac{577}{6}$	MCF 61
3/8/87	5	3	
3/9/87	5	7	58
3/21/87	8	1	59
3/22/87	8	2	69
3/23/87	9	2	69
-,, -,	,	4	60

- 3. Decline curves for each horizon are attached.
- 4. Shut-in bottomhole pressures are 362 psi for the Blinebry and 384 psi for the Drinkard.
- 5. Royalty and working interests are the same in both formations.

THE CONTROL TO SEE SOUTH TO SEE SOUTH THE SE

New Mexico Oil Conservation Division Page 2 April 27, 1987

> The quality of crude is identical and commingling will not 6. reduce the commercial value. All production is Sweet Tier 2 oil. The value of the crude is as follows:

		Value Per
Zone	Gravity	Barrel
Blinebry Oil & Gas	40.1%	\$17.22
Drinkard	40.1%	\$17.22

The following allocation percentages are suggested based 7. upon the ratio of production from each zone:

	<u>Oil</u>	<u>Gas</u>
Blinebry Oil & Gas	60%	65%
Drinkard	40%	35%

By copy of this letter we are notifying the Bureau of Land Management, Shell Oil Co. and Meridian Oil Co. as offset operators of the proposed commingling.

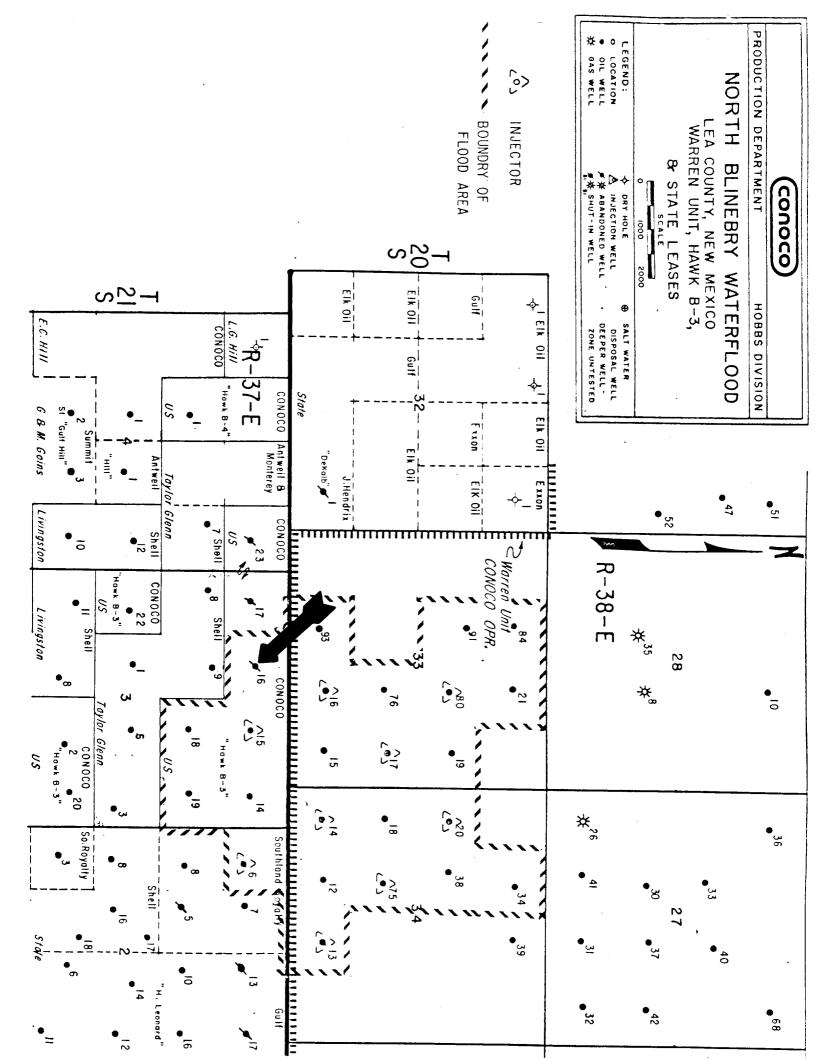
Yours very truly,

LRC:jr Enclosure

cc: BLM-Carlsbad

Shell Oil Co. - Houston Meridian Oil Co. - Midland

The oco establishment of the state of the st



JIN 1 1 1981

ALECOMORDO OFFICE

Revised 1-1-65

Operator will be 0.60. During gas-oil ratio test, each well shall be produced at a rate not exceeding the top unit allowable for the pool in which well is located by more than 25 percent. Operator is encouraged to take advantage of this 25 percent tolerance in order that well can be assigned Conoco Hawk Box 460, Hobbs, Gas volumes must be reported in MCF measured at a pressure base of 15,025 psia and a temperature of 60° F. Specific gravity base No well will be assigned an allowable greater than the amount of oil produced on the official test. Report casing pressure in lieu of tubing pressure for any well producing through casing. LEASE NAME Inc. N WELL <u>v</u> 0 16 88240 C C w LOCATION s Pool 21sBlinebry 37E IJ 3/23/87 DATEOF 011 TEST TYPEOF TEST - (X) CHOKE SIZE PRESS TBG. Scheduled ALLOW-DAILY ABLE County LENGTH HOURS TEST 24 Lea WATER GRAV. BBLS. OIL is true and complete to the best of my knowledge and belief. I hereby certify that the above information 2 Completion PROD. DURING TEST 40. *5788 9 GAS 60 Special K 6666 CU.FT/BBL GAS - OIL RATIO

increased allowables when authorized by the Commission.

Mail original and one copy of this report to the district office of the New Mexico Oil Conservation Commission in accordance with Rule 301 and appropriate pool rules.

April Administr 24 five Supervisor 1987 (Xgnature) (Tide)

(Date)

			Po	Pool						County	nty					
Conoco Inc.				Dri	Drinkard	——————————————————————————————————————					Į.	Lea				
Address PO Box 460, Hobbs, N	NM 88	88240					TEST.	- (X)	Sch	Scheduled [Comp	Completion [Spe	Special X
	WELL		١٥٥	LOCATION		DATEOF	us	CHOKE	TBG.	DAILY	LENGTH	Id	00. D	PROD. DURING 1	TEST	GAS - OIL
L EASE NAME	NO.	c	s	4	Z)	TEST	STAT	SIZE		ALLOW-	TEST	WATER BBLS.	GRAV. OIL	OIL	GAS	RATIO CU.FT./BBL
Hawk B-3	16	С	ω	21S	37E	2/9/87	P				24	. 0	40.1	6	33	5500
																4
			•													
				·					· · · · · · · · · · · · · · · · · · ·							
												·				-
															X	
								· · · · · · · · · · · · · · · · · · ·						·		

No well will be assigned an allowable greater than the amount of oil produced on the official test.

During gas-vil ratio test, each well shall be produced at a rate not exceeding the top unit allowable for the pool in which well is located by more than 25 percent. Operator is encouraged to take advantage of this 25 percent tolerance in order that well can be assigned increased allowables when authorized by the Commission.

will be 0.60. Gas volumes must be reported in MCF measured at a pressure base of 15,025 psia and a temperature of 60° F. Specific gravity base

Report casing pressure in lieu of tubing pressure for any well producing through casing.

Mail original and one copy of this report to the district office of the New Mexico Oil Conservation Commission in accordance with Rule 301 and appropriate pool rules.

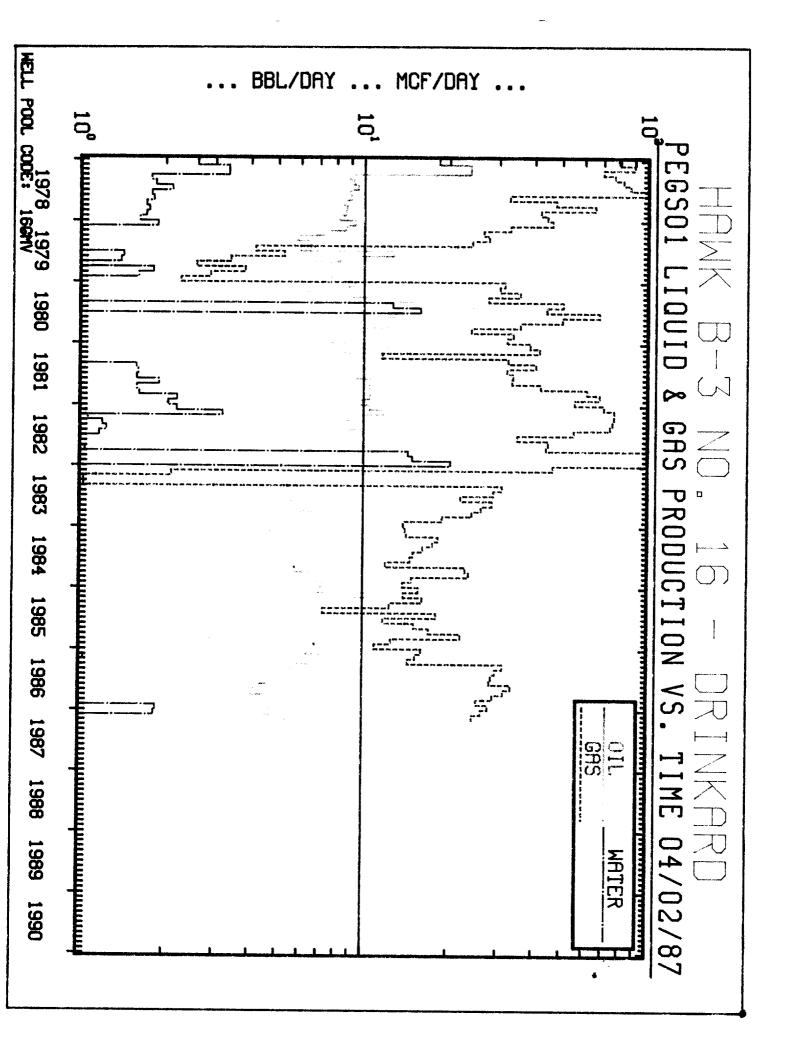
I hereby certify that the above information is true and complete to the best of my knowledge and belief.

Remainer

Administrative Supervisor

April 24

(Date)



TO STATE OF THE ST