

S. J. SARKEYS #3

1. Operator: ARCO Oil and Gas Company
P. O. Box 1610
Midland, Texas 79702
2. Lease, Well, and Location:

S. J. Sarkeys #3
2310' FSL & 330' FEL
Section 23-21S-37E
Lea County, New Mexico
3. Producing Zones:

Blinbry by natural flow
Tubb-Drinkard by natural flow
Bottom-most perforation at 6636'
4. Commission Order No. Authorizing Dual Completion:

MC-1477-A
5. Decline Curves: attached
6. Fluid Incompatibility:

Production from these zones is being
commingled in the surface facilities.
No evidence of fluid incompatibility has
been found. (PC-219)
7. Value of Commingled Fluids:

As production from both zones is currently
priced as sour crude, downhole commingling
will not affect the value of the oil.
8. Current Production: See attached C-116.
9. All Offset Operators are being notified by copy of
this application.