



Texaco USA

NO BOX 114  
SANTA FE, NM 87504  
505-833-7821

June 16, 1989

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

Attention: Mr. William J. LeMay  
Director

RE: DHC Application  
C. P. Falby "A" Well No. 2  
Lea County, New Mexico

Gentlemen:

Approval is requested to downhole commingle Texaco's C. P. Falby "A" Well No. 2 in the Eumont Yates Seven Rivers Queen and Penrose Skelly Grayburg zones. The data below is required by New Mexico Oil Conservation Division Rule 303 for downhole commingling.

A) Name and address of operator:

Texaco Inc.  
P. O. Box 728  
Hobbs, New Mexico 88240

B) Lease name, well number and well location:

C. P. Falby "A" Lease  
Well No. 2  
660' FNL & 660' FWL  
Section 8, T-22-S, R-37-E  
Lea County, New Mexico

C) C. P. Falby "A" Well No. 2 is a Federal property (Lease No. LC-033706 (a)). The well is completed in the Penrose Skelly Grayburg interval. A bridge plug was set above the Penrose Skelly Grayburg and a workover was performed, from April 20 - May 11, 1989, to additionally complete into the Eumont Yates Seven Rivers Queen interval. Production prior to workover was 3 BOPD, 1 BWPD, and 15 MCFPD as shown on the attached Form C-116. Approval is requested to remove the bridge plug and downhole commingle the Penrose Skelly Grayburg and Eumont Yates Seven Rivers Queen intervals. Texaco