

2000 POST OAK BOULEVARD / SUITE 100 / HOUSTON, TEXAS 77056-4400

WWW.APACHECORP.COM (713) 296-6000

May 21, 2001

Attn: David Catanach State of New Mexico - Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

Re: Application to Downhole Commingle H Corrigan No. 13 Penrose Skelly; Grayburg Pool (50350) Eunice; San Andres Pool (24150) Sec. 4, T22S – R37E Lea County, New Mexico

Apache Corporation would like to request administrative approval to downhole commingle the production from the referenced pools in our H Corrigan # 13 well.

To support this request we submit the following:

- 1) New Mexico OCD Form C-107A
- 2) New Mexico OCD Form C-102 for Penrose Skelly; Grayburg Pool
- 3) New Mexico OCD Form C-102 for Eunice; San Andres Pool
- 4) Production Curve for the Penrose Skelly; Grayburg Pool
- 5) Production Curve for offset well Owen "B" # 9 in the Penrose Skelly; Grayburg Pool
- 6) Production Curve for offset well Owen "B" # 9 in the Eunice; San Andres Pool
- 7) Allocation formula is based on current production

- 8) Copy of letter sent (by Certified Mail) to Offset operators within one-half mile of the H Corrigan # 13
- 9) Well Bore Diagrams of current completion and proposed completion

If you have any questions or require additional information regarding this application, please contact me at 713-296-6338. Thank you.

Sincerely,

APACHE CORPORATION

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Debra J. Anderson Sr. Engineering Technician

Attachments

cc: New Mexico Oil Conservation Division
 District I
 1625 N. French Drive
 Hobbs, New Mexico 88240

<u>DISTRICT I</u>
1625 N. French Drive, Hobbs, NM 88240
DISTRICT II
P.O. Drawer DD, Artesia, NM 88210
DISTRICT III
1000 Rio Brazos Rd., Aztec, NM 87410
DISTRICT IV
1220 South St. Francis Dr., Santa Fe, NM 87505

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Drive Santa Fe, New Mexico 87505-6429

APPLICATION TYPE Single Well Established Pre-Approved Pools Existing Wellbore Yes No

APPLICATION FOR DOWNHOLE COMMINGLE

APACHE CORPORATION			VD., SUITE 100, HO	OUSTON, TEXAS 77056-	4400				
Operator	Address								
H CORRIGAN	13	B / Sec. 4 / T-22S / R-3	37E		Lea				
Lease Well No.		Unit LtrSec-Twp-Rg			County				
					Soundy				
OGRID NO. 000873 Property Code	<u>e 264</u>	70 API No.	30-025-35137	Federal	State	🖸 Fee			
DATA ELEMENT	UPPI	ER ZONE	INTERM	MEDIATE ZONE	LOV	VER ZONE			
Pool Name	Репгозе 5	kelly; Grayburg			Eunice	e; San Andres			
Pool Code		50350				24150			
Top and Bottom of Pay Section			1	· · · · · · · · · · · · · · · · · · ·		24120			
(Perforated or Open-Hole Interval)	369	02 - 3796			39	06 - 4092			
Method of Production			1		-				
(Flowing or Artificial Lift)	Arti	ficial Lift	<u> </u>		Artificial Lift				
Bottomhole Pressure		,							
Note. Preasure data will not be required if the									
hottom perforation in the lower zone is within 150%									
of the depth of the top performion in the upper zone									
Oil Gravity or Gas BTU	1		1	_	T				
(Degree API or Gas BTU)		36.7				37.1			
Producing, Shut-In or					Т				
New Zone Date and Oil/Gas/Water Rates	Pro	oducing				Shut-In			
of Last Production									
1	Data	# 110 JOO01				en "B" # 9			
Note: For new zones with no production history,	Date:	5/10/2001	Date:		Date:	5/7/200			
applicant shall be required to attach production	Datas	7 25 . 6							
rstimater and supporting data.)	Rates:	7 x 35 x 5	Rates:		Rates:	3 x 36 x 9			
Fixed Allocation Percentage	Oil	Gas	Oil	Gas	Oil	Gas			
(Note: If allocation is based upon something other									
than current or past production, supporting data or									
explanation will be required.)	709	<u>% 50%</u>	1	% %	% 30	0% 50%			

ADDITIONAL DATA

Are all working, royalty and overriding royalty interest identical in all comm If not, have all working, royalty and overriding royalty interest owners been		☑ Yes □ □ Yes □	
Are all produced fluids from all commingled zones compatible with each of	her?	🛛 Yes 🔲	No
Will commingling decrease the value of production?		🗋 Yes 🗹	No
If this well is on, or communitized with, state or federal lands, has either the or the United States Bureau of Land Management been notified in writing o		🗌 Yes 💭] No
NMOCD Reference Cases No. applicable to this well:	DHC-2674 / DHC-2675		

Attachments:

C-102 for each zone to be commingled showing its spacing unit and acreage dedication.

Production curve for each zone for at least one year. (If not available, attach explanation.)

For zones with no production history, estimated production rates and supporting data.

Data to support allocation method or formula.

Notification list of working, royalty and overriding interests for uncommon interest cases.

Any additional statements, data or documents required to support commingling.

PRE-APPROVED POOLS

If application is to establish Pre-Approved Pools, the following additional information will be required:

List of other orders approving downhole commingling within the proposed Pre-Approved Pools

List of all operators within the proposed Pre-Approved Pools

Proof that all operators within the proposed Pre-Approved Pools were provided notice of this application Bottomhole pressure data

I hereby certify that the informati	on above is true and complete to the best of my k	cnowledge and	belief.		
SIGNATURE	ef chaesen	TITLE	Sr. Engineering Technician	DATE	5/21/2001
TYPE OR PRINT NAME	Debra J. Anderson		TELEPHONE NO.	713-296-6338	

District I 1625 N. French Drive, Hobbs, NM 88240

District II P O Drawer DD, Artesia, NM 88210

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 South St. F	rancis Driv	e, Santa Fe,	NM 87505	WELL	LOCA	TION A	ND ACREAGE	E DED	ICATIO	N PLAT		
4 API Number 30-025-35137				2 Pool Code				~~~~	3 Pool Name			
4 Proper									Penrose Skelly; Grayburg			
264	70	HCorrigan							6 Well Number			
	OGRID No. 8 Operator Name										9 Elevation	
000873 Apache Corporation											3456	
UL or Lot No.	Section	Township	Range	Lot Idn	Feet	from the	North/South line	Feet	from the	East/West line	County	
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	G				ottom	Hole Lo	cation If Different	ent Fro	om Surfa	се	······································	
UL or Lot No.	Section	Township	Range	Lot Idn	Feet	from the	North/South line	Feet from the		East/West line	County	
¹² Dedicated Ac 40	res ¹³ Joint	or Infill	⁴ Consolidati	on Code 14	Order No.							
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		1				1			Date	5/21/01		
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Certificate Number

State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Drive Santa Fe, New Mexico 87505

Form C-102 Revised October 18, 1994 Instruction on Back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

District I 1625 N. French Drive, Hobbs, NM 88240

District II P O Drawer DD, Artesia, NM 88210

District III 1000 Rio Brazos Rd., Aztec, NM 87410

District IV

1220 South St. F	rancis Driv	re, Santa Fe, M	NM 87505	WELL I	OCATION A	ND ACREAGE	DEL	DICATIO	ΝΡΙΔΤ			
I API Number				⁷³⁰⁵ WELL LOCATION AND ACREAGE DED ² Pool Code					3 Pool Name			
30-025-35137 24150						Eunice; San Andres						
4 Property Code 5 Property Name									6 Well Number			
26470 HCorrigan										13		
7 OGRID No. 8 Operator Name										9 Elevation		
000873 Apache Corporation										3456		
					¹⁰ Sur	face Location						
UL or Lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the		East/West line	County		
B	4	22S	37E		936	North		1986	East	Lea		
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UL or Lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the		East/West line	County		
¹² Dedicated Ac 40	eres 13 Joint	or Infill 14	Consolidati	ion Code 14 C	rder No.				1			
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		OF	<u>RANON</u>	-STANDAR	D UNIT HAS B	EEN APPROVED	BY T	HE DIVIS	ION			
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State of New Mexico Energy, Minerals and Natural Resources Department

OIL CONSERVATION DIVISION

1220 South St. Francis Drive Santa Fe, New Mexico 87505 Form C-102 Revised October 18, 1994 Instruction on Back Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT



H CORRIGAN NO. 13 - PENROSE SKELLY; GRAYBURG











2000 POST OAK BOULEVARD / SUITE 100 / HOUSTON, TEXAS 77056-4400

WWW.APACHECORP.COM (713) 296-6000

May 21, 2001

Offset Operators

Re: Application to Downhole Commingle H Corrigan No. 13 Penrose Skelly; Grayburg Pool (50350) Eunice; San Andres Pool (24150) Sec. 4, T22S – R37E Lea County, New Mexico

Attached please find a copy of an Application to Downhole Commingle production from the referenced pools in the H Corrigan # 13 well that Apache Corporation has filed with the New Mexico Oil Conservation Division. If you have an objection to this application, you must notify the OCD in writing within 20 days from the date of this letter. Thank you.

Sincerely,

APACHE CORPORATION

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Debra J. Anderson Sr. Engineering Technician

Attachments

cc: New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505

H Corrigan No. 13 Downhole Commingle Application Offset Operators

Chevron USA Inc P O Box 1150 Midland, Texas 79702 Certified Rcpt. # Z-207-261-558

Falcon Creek Resources Inc 621 17th Street, Suite 1800 Denver, Colorado 80293 Certified Receipt # Z-207-261-563

John H Hendrix Corporation 110 N. Marienfeld, Suite 400 Midland, Texas 79702-3040 Certified Rcpt. # Z-207-261-559

Oxy USA Inc Box 50250 Midland, Texas 79710 Certified Receipt # Z-207-261-560 Texaco Expl & Prod Inc P O Box 3109 Midland, Texas 79702 Certified Receipt # Z-207-261-564

Titan Resources 500 W Texas, Suite 500 Midland, Texas 79701 Certified Receipt # Z-207-261-561

Wiser Oil Company 3504 N W County Road Hobbs, New Mexico 88241 Certified Receipt # Z-207-261-565

Zia Energy Inc Box 2510 Hobbs, New Mexico 88241-2510 Certified Receipt # Z-207-261-562



Well: H Corrigan No. 13

Pool: Penrose Skelly; Grayburg

> Penrose Skelly; Grayburg Perfs: 3692-96, 99-3704, 08-12, 15-22, 29-96

Eunice; San Andres Perfs: 3906, 09, 13, 17, 24, 31, 38, 42, 98, 4054, 67, 72, 74, 76, 78, 80, 82, 84, 86, 88, 90, 92 - 4" - 22 Holes

4" - 353 Holes

RBP @ 3839'

Location: 936' FNL & 1986' FEL Unit B, Section 4, Township 22S, Range 37E

API#: 30-025-35137



Surface Casing: 12-1/4" Hole 8-5/8" 24# CSA 1160' Cement w / 435 sx Circulated to Surface

Current Status: Active Oil

Penrose Skelly; Grayburg



TD @ 4210'

Production Casing: 7-7/8" Hole 5-1/2" 17# CSA 4210' Cement w / 750 sx Circulated to Surface

Well: H Corrigan No. 13

Pool: Penrose Skelly; Grayburg / Eunice; San Andres

Location: 936' FNL & 1986' FEL Unit B, Section 4, Township 22S, Range 37E Proposed Status: Active Oil **Downhole Commingle** Penrose Skelly; Grayburg & Eunice; San Andres Pools

API#: 30-025-35137



Penrose Skelly; Grayburg Perfs: 3692-96, 99-3704, 08-12, 15-22, 29-96 4" - 353 Holes

Eunice; San Andres Perfs:

3906, 09, 13, 17, 24, 31, 38, 42, 98, 4054, 67, 72, 74, 76, 78, 80, 82, 84, 86, 88, 90, 92 - 4" - 22 Holes

