



July 29, 1996

New Mexico Oil Conservation Commission
2040 South Pacheco
Santa Fe, New Mexico 87505
Attention: Mr. David R. Catanach

DHC-1349
9/4/96

Re: Exception to NMOCD Rule 303 (A).
Application to Downhole Commingle
Jalmat/Langlie Mattix Pool
Cooper Jal Unit #420, #421, #422
Unit Letter G, J, N; Sec. 24, 24, 19; 23S, 37E
Lea County, New Mexico

Mr. Catanach,

Texaco Exploration & Production Inc., respectfully requests administrative approval to downhole commingle the Jalmat and the Langlie Mattix Pool within the subject wellbore. Currently, the wells are in the process of being drilled and completed. Notification to offset operators is not required given the fact that Texaco offsets all of the wells.

The proposed downhole commingling will provide a more economical means of production. It will allow complete development of the productive capacity on the subject lease by allowing both intervals to be artificially lifted simultaneously. This will extend the productive life of both completions, thereby preventing waste.

The subject wells meet all of requirements as set forth by Rule 303 (C). It should be noted that all produced fluids from other downhole commingled wells have entered a common production facility with no fluid compatibility problems.

It is requested that the allocation of production for each zone be deferred until a stabilized production rate is established. Production will then be allocated to the Langlie Mattix and the Jalmat Pool using the subtraction method provided in this packet. If you have any questions concerning this application, please contact Kirk W. Spilman at (505)397-0425.

Yours very truly,

Kirk W. Spilman
Eunice Area Engineer

attachments

cc: Jerry Sexton/NMOCD/Hobbs