

by adding these wells to the previously signed downhole commingling order, No. R-10033, dated December 10, 1993.

The subject wells meet all of requirements as set forth by Rule 303 (C) except Rule 303 (C) 1. a. (1), where the total volumes of water produced are above the set state wide limits. This issue was addressed and resolved during a NMOCD Hearing, Case No. 10879, on December 2, 1993. The ownership of both zones are common (including working and royalty interests). The Jalmat and Langlie Mattix pools have been successfully commingled within the Cooper Jal Unit area with no incompatibility of reservoir fluids.

The following information is submitted as support for this request :

1. Location plat (Form C-102)
2. Well Data Sheets
3. Computation of Value for commingled production
4. Individual Well Casing Programs (Form C-101)
5. Average Production plots for the five 1993 infield producers.
6. Statement of notification to offset operators and USGS.

It is requested that the allocation of production for each zone be deferred until each well is placed on production. At such time, it is proposed to isolate the Jalmat interval in each well, to determine its productive rate prior to commingling. Production will then be allocated to the Langlie Mattix by subtracting the Jalmat production rate from the total stabilized production rate after downhole commingling the well.

Texaco Exploration and Production, Inc. believes that the administrative approval for downhole commingling and use of artificial lift on said wells will improve secondary recovery efforts and prolong the productive life of both zones, therefore preventing waste. If you have any questions concerning this application, please contact Michael Alexander at (505) 397-0411.

Yours very truly,



Russell Pool
Hobbs Area Engineer

MCA

attachments
Chrono

cc: Jerry Sexton/NMOCD/Hobbs
Shannon Shaw/BLM/Carlsbad