



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

AMENDED ADMINISTRATIVE ORDER DHC-1262

Conoco Inc.
10 Desta Drive
Suite 100W
Midland, Texas 79705-4500

Attention: Ms. Kay Maddox

*Lackey B "LS" No. 8
API No. 30-045-13254
Unit M, Section 20, Township 28 North, Range 9 West, NMPM,
San Juan County, New Mexico.
Aztec-Pictured Cliffs (Gas - 71280) and
Blanco-Mesaverde (Prorated Gas - 72319) Pools*

Dear Ms. Maddox:

Reference is made to your recent application for an amendment to Division Order No. DHC-1262 dated May 23, 1996, which order authorized Amoco Production Company to downhole commingle Aztec-Pictured Cliffs and Blanco-Mesaverde Gas Pool production within the subject well, to change the allocation percentages for the subject pools within the wellbore.

It appears that the production data submitted with your application supports the proposed amendment to the production allocation.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

Assignment of allowable to the subject well and allocation of production from the subject well shall be as follows:

Aztec-Pictured Cliffs Gas Pool	Oil 0%	Gas 52%
Blanco-Mesaverde Gas Pool	Oil 100%	Gas 48%

REMARKS: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

Amended Administrative Order DHC-1262

Conoco Inc.

September 24, 1998

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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 24th day of September, 1998.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



LORI WROTENBERY
Director

S E A L

LW/DRC

cc: Oil Conservation Division - Aztec
Bureau of Land Management-Farmington