



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

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

ADMINISTRATIVE ORDER DHC-2477

Apache Corporation
2000 Post Oak Blvd.
Suite 100
Rm. 365A
Houston, Texas 77056-4400

Attention: Ms. Debra J. Anderson

*Southland Royalty "A" No. 1
API No. 30-025-06442
Unit G, Section 9, Township 21 South, Range 37 East, NMPM,
Lea County, New Mexico.
Blinebry Oil & Gas (Oil - 06660),
Tubb Oil & Gas (Oil - 60240),
Drinkard (Oil - 19190) and
Wantz-Abo (Oil - 62700) Pools*

Dear Ms. Anderson:

Reference is made to your recent application for an amendment to Division Order No. R-7537, which order authorized the downhole commingling of Blinebry Oil & Gas, Tubb Oil & Gas, and Drinkard Pool production within the Southland Royalty "A" Well No. 1. It is our understanding that the Wantz-Abo Pool is proposed to be added as the fourth commingled zone within the wellbore.

It appearing that the subject well qualifies for approval for such amendment pursuant to the provisions of Rule 303.C., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303.C., the daily allowable producing rates from the well are hereby established as follows:

Oil 107 B/D

Gas 428 MCF/D

Water 214 B/D

Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Blinebry Oil & Gas Pool	Oil-44%	Gas-15%
Tubb Oil & Gas Pool	Oil-13%	Gas-12%
Drinkard Pool	Oil-43%	Gas-7%
Wantz-Abo Pool	Oil-0%	Gas-66%

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

Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 12th day of October, 1999.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



LORI WROTENBERY
Director

S E A L

LW/DRC

cc: Oil Conservation Division - Hobbs