

STATE OF NEW MEXICO-
ENERGY, MINERALS AND NATURAL
RESOURCES DEPARTMENT
OIL CONSERVATION COMMISSION

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION FOR AMENDMENT OF RULE
303 TO ELIMINATE THE REQUIREMENT OF NOTICE TO OFFSET OPERATORS

CASE NO. 12214

APPLICATION FOR AMENDMENT OF RULE 303

1. Division Rule 303 currently requires that offset operators be notified of downhole commingling applications.

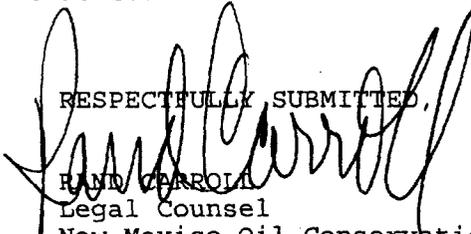
2. Recent hearings before the Oil Conservation Commission regarding the Division notice rules revealed that: (i) no objections have ever been filed by offset operators to downhole commingling applications, (ii) industry does not consider such notice necessary and (iii) eliminating such notice would save time and money.

WHEREFORE, the Division applies to the Commission to enter an order:

A. Amending Rule 303 to eliminate the requirement that offset operators be notified of downhole commingling applications. Specifically, Rule 303 should be amended to delete 303.D.(10)(c) and delete the words "from any offset operator" in 303.F.(1)

B. For such other and further relief as the Division seems just and proper.

RESPECTFULLY SUBMITTED,


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