



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
BETTY RIVERA
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

CORRECTED ADMINISTRATIVE ORDER DHC-3041

Marbob Energy Corporation
PO Box 227
Artesia, New Mexico 88211-0227

Attention: Mr. Brian Collins

*Airport Grace Well No. 1
API No. 30-015-20829
Unit K, Section 36, Township 22 South, Range 26 East, NMPM,
Eddy County, New Mexico
Wildcat-Wolfcamp,
Wildcat-Canyon, and
South Carlsbad-Strawn (Gas-74120) Pools*



Dear Mr. Collins:

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above described well to commingle production from the subject pools in the well bore.

It appearing that the subject well qualifies for approval for such exception 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.

The maximum amount of gas-well 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 gas pool as printed in the Division's Southeast Gas Proration Schedule.

In accordance with the provisions of Rule 303.C.(1), each of the commingled oil pools shall be allowed to produce up to the top oil allowable and top casing head gas allowable applicable for that pool.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis unless **amended** with permission of the Artesia District Office and copied to this office:

Wildcat-Wolfcamp	Oil-47.5%	Gas-47.5%
South Carlsbad-Strawn Pool	Oil-47.5%	Gas-47.5%
Wildcat-Canyon Pool	Oil-5%	Gas-5%

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

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 3rd day of September 2002.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Lori Wrottenbery (wvj)
LORI WROTENBERY
Division Director

LW/wvjj

cc: Oil Conservation Division – Artesia ✓
State Land Office – Santa Fe