

OIL CONSERVATION COMMISSION

P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

February 5, 1976

Phillips Petroleum Company
Phillips Building
Odessa, Texas 79761

Attention: Mr. T. Harold McLamore

Administrative Order No. DEC-186
Sims Well No. 7, located in
Unit C, Section 24, Township 22
South, Range 37 East, Lea County,
New Mexico, Drinkard and Wants-Granite
Wash Pools.

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Commission Rules and Regulations for the subject well to permit the commingling of production from both 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 down-hole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above.

In accordance with the provisions of Rule 303-C, total commingled oil production from the subject well shall not exceed 58 barrels per day, and total water production from the well shall not exceed 100 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 2000 by top unit allowable for the Wants-Granite Wash Pool.

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

Upper Pool: Oil 28% Gas 80%
Lower Pool: Oil 72% Gas 20%

C
O
P
Y

OIL CONSERVATION COMMISSION

Phillips Petroleum Co.
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

DHC-186

-2-

Pursuant to Rule 303-C 5, the commingling authority granted by this order may be rescinded by the Secretary-Director if, in his opinion, conservation is not being best served by such commingling.

Very truly yours,

JOE D. RAMEY
Secretary-Director

JDR/cu/og

cc: Oil Conservation Commission
Box 1980
Hobbs, New Mexico

Oil & Gas Engineering Committee
Box 127
Hobbs, New Mexico

C
O
P
Y