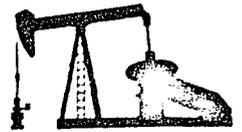




OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO
P. O. BOX 2088 - SANTA FE
87501



DIRECTOR
JOE D. RAMEY

LAND COMMISSIONER
PHIL R. LUCERO

STATE GEOLOGIST
EMERY C. ARNOLD

April 18, 1977

Gulf Energy and Minerals Company
P. O. Box 670
Hobbs, New Mexico 88240

Attention: Mr. C. D. Borland

Administrative Order No. DHC-218,
H. T. Mattern (NCT-B) Well No. 15,
Unit N, Section 30, Township 21
South, Range 37 East, NMPM, Lea
County, New Mexico, Blinbry Oil
and Gas and Drinkard 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 Order No. R-5273, the supervisor of the Hobbs District Office of the Commission shall determine the proper allocation of production from the well following its completion.

Pursuant to Rule 303-C and Order No. R-5273, the commingling authority granted by this order may be rescinded by the Secretary-Director if, in his opinion, conservation is not being best served by such commingling.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 - Hobbs