



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

BRUCE KING  
GOVERNOR

LARRY KEHOE  
SECRETARY

March 5, 1980

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-2434

Corrected Order

Phillips Petroleum Company  
4001 Penbrook  
Odessa, Texas 79762

Attention: G. R. Smith

Administrative Order No. DHC-309  
Eilliams Well No. 8, Unit H,  
Section 34, Township 17 South,  
Range 33 East, NMPM, Lea County,  
New Mexico, Corbin Pool and Maljamar  
Grayburg-San Andres Pool

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations for the subject dually completed well to permit the removal of the down-hole separation equipment and to commingle the 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 20 barrels per day, and total water production from the well shall not exceed 40 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 Maljamar Grayburg-San Andres Pool.

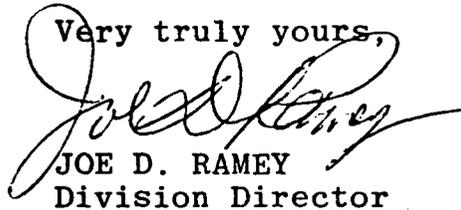
Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

|             |     |     |     |      |
|-------------|-----|-----|-----|------|
| Upper Pool: | Oil | 62% | Gas | 0%   |
| Lower Pool: | Oil | 38% | Gas | 100% |

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Pursuant to Rule 303-C 5, the commingling authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Joe D. Ramey".

JOE D. RAMEY  
Division Director

JDR/CU/og

cc: Oil Conservation Division  
Box 1890  
Hobbs, New Mexico