



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

October 21, 1982

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

Alpha Twenty-One Production
P. O. Box 1206
Jal, New Mexico 88252

Attention: Steven J. McCormick

Administrative Order No. DHC-378
Werta Federal Well No. 1,
SW/4 SE/4 of Sec. 35, T-19-S,
R-38-E, NMPM, Lea County
Undesignated Tubb and House
Drinkard

Gentlemen:

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

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 50 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 House Drinkard Pool.

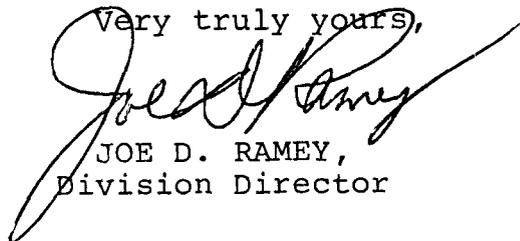
Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Upper Pool: Oil 33%, Gas 21%
Lower Pool: Oil 67%, Gas 79%

Pursuant to Rule 303-C 5, the commingling authority granted by this order may be rescinded by the Division Director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". The signature is written in dark ink and is positioned above the typed name and title.

JOE D. RAMEY,
Division Director