



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

July 28, 1983

TONEY ANAYA
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Administrative Order No. DHC-414

Amerada Hess Corporation
P. O. Drawer "D"
Monument, New Mexico 88265

Attention: D. W. Holmes,
Petroleum Engineer

Re: Jicarilla Apache "A" Well No. 4
Unit P, Section 26, T-25-N,
R-5-W, Rio Arriba County
South Blanco Pictured Cliffs
and Otero Chacra Gas Pools

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 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 downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and Division Order No. R-890, Form C-107, which authorized the dual completion and required separation of the two zones, is hereby placed in abeyance.

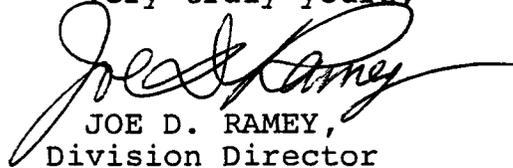
In accordance with the provisions of Rule 303.C.4., total commingled condensate production from the subject well shall not exceed 20 barrels per day, and total water production from the well shall not exceed 40 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by the standard proration schedule for the both zones combined.

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

Pictured Cliffs Pool: Condensate 45%, Gas 45%
Chacra Pool: Condensate 55%, Gas 55%

Pursuant to Rule 303-C 5, the commingled authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.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



JOE D. RAMEY,
Division Director