



STATE OF NEW MEXICO  
**ENERGY AND MINERALS DEPARTMENT**  
OIL CONSERVATION DIVISION

TONY ANAYA  
GOVERNOR

September 26, 1984

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

Administrative Order No. DHC-520

Texaco U.S.A.  
P. O. Box 728  
Hobbs, New Mexico 88240

Attention: J. A. Schafter,  
Assistant District Manager

Re: L. R. Kershaw Well No. 10, Unit F,  
Section 13, T-20-S, R-37-E, NMPM,  
Lea County, New Mexico; Monument Tubb  
and Skaggs Drinkard Pools

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 downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above.

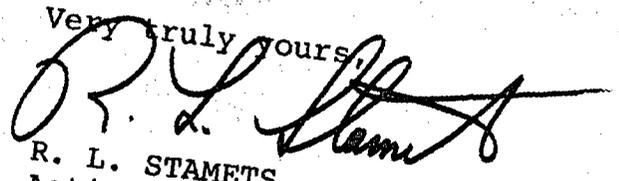
In accordance with the provisions of Rule 303.C.4., total commingled oil production from the subject well shall not exceed 40 barrels per day, and total water production from the well shall not exceed 80 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 4,000 by top unit allowable for the Monument Tubb Pool.

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

Monument Tubb Pool: Oil 44%, Gas 65%  
Skaggs Drinkard Pool: Oil 56%, Gas 35%

Pursuant to Rule 303-C 5, the commingled authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.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

A handwritten signature in black ink, appearing to read "R. L. Stamets", written in a cursive style.

R. L. STAMETS,  
Acting Director