



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONEY ANAYA
GOVERNOR

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SANTA FE, NEW MEXICO 87501
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October 3, 1984

Administrative Order No. DHC-527

Tenneco Oil Exploration and
Production
6162 South Willow Drive
P.O. Box 3249
Englewood, CO 80155

Attention: Paul Doyle

Re: Florence Well No. 39
Unit B, Sec. 35, T-30N, R-8W,
NMPM, Basin Dakota and Blanco
Mesaverde Pools, San Juan
County, NM

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. (MC-1676 Form C-107, dated November 8, 1965), 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 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 Division Rules and Regulations or by gas allocations as printed for each proration pool in the Oil Conservation Division's San Juan Basin Gas Proration Schedule.

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

Mesaverde Pool: Condensate 50 %, Gas 89 %
Basin Dakota Pool: Condensate 50 %, Gas 11 %

Pursuant to Rule 303-C 5, the commingled authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.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



R. L. STAMETS,
Acting Director