

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION

BRUCE KING  
GOVERNOR

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SANTA FE, NEW MEXICO 87504  
(505) 827-5800

*AMENDED ADMINISTRATIVE ORDER DHC-641*

Graham  
5429 LBJ Freeway  
Suite 550  
Dallas, TX 75240

Attention: Jason C. Sizemore

*Warlick "A" No. 2  
Unit J, Section 19, Township 21 South, Range 37 East, NMPM, Lea  
County, New Mexico.  
Blinebry, Drinkard, Paddock & Penrose Skelly Pools*

Dear Mr. Sizemore:

Reference is made to your recent application for an amendment to Administrative Order No. DHC-641, dated March 24, 1987, which authorized the downhole commingling of production from the Blinebry, Drinkard and Paddock pools in the wellbore, to permit the addition of a fourth zone of production to be commingled in the wellbore.

It appearing that the subject well qualifies for approval for such amendment 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 shall not exceed 80 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 the gas allowable for each respective prorated pool as printed in the Division's Southeast Gas Proration Schedule.

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

*Amended Administrative Order DHC-641*

*Graham*

*February 5, 1991*

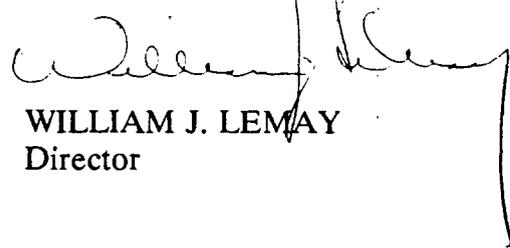
*Page 2*

Penrose-Skelly Pool:	Oil	50%,	Gas	56%.
Paddock Pool:	Oil	33%,	Gas	16%.
Blinebry Pool:	Oil	0%,	Gas	18%
Drinkardk Pool:	Oil	17%,	Gas	10%

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 5th day of February, 1991.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION



WILLIAM J. LEMAY  
Director

SEAL