



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

CORRECTED ADMINISTRATIVE ORDER DHC-1431

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

Attention: Mr. Morris Keith

*Alphabet Unit Well No.2
Unit F, Section 17, Township 21 South, Range 34 East, NMPM,
Lea County, New Mexico.
South Berry Bone Spring (96660) and
Wildcat Wolfcamp (pool code not yet assigned) Pools*

Dear Mr. Keith:

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above described well to commingle production from the subject 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 any Division Order which authorized the dual completion and required separation of the zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303.C., the daily allowable producing rates from the subject well are hereby established as follows:

Oil 275 B/D	Gas 550 Mcf/D	Water 550 B/D
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In accordance with the provisions of Rule 303.C., the supervisor of the Hobbs District Office of the Oil Conservation Division shall determine the proper allocation of production from the subject well following its completion.

REMARKS: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Corrected Administrative Order DHC-1431

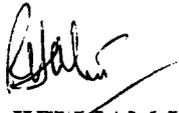
Yates Petroleum Corporation

March 12, 1997

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Approved at Santa Fe, New Mexico on this 12th day of March, 1997.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

by  Deputy Director

WILLIAM J. LEMAY
Director

SEAL

WJL/BES

cc: Oil Conservation Division - Hobbs
Bureau of Land Management - Carlsbad



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

ADMINISTRATIVE ORDER DHC-1431

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

Attention: Mr. Morris Keith

*Alphabet Unit Well No.2
Unit F, Section 17, Township 21 South, Range 34 East, NMPM,
Lea County, New Mexico.*

SOUTH BERRY ~~East Cotton Draw~~ ⁹⁶⁶⁶⁰ Bone Spring (96556) and
Wildcat Wolfcamp (pool code not yet assigned) Pools

Dear Mr. Keith:

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above described well to commingle production from the subject 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 any Division Order which authorized the dual completion and required separation of the zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303.C., the daily allowable producing rates from the subject well are hereby established as follows:

275

Oil 230 B/D	Gas 460 Mcf/D	Water 460 B/D
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Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

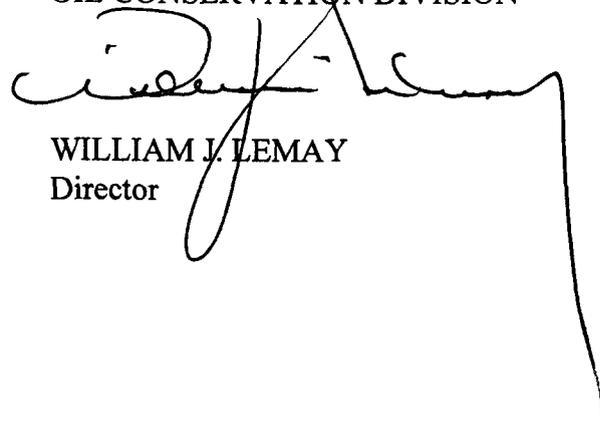
East Cotton Draw Bone Spring Pool	Oil 40%	Gas 50%
Wildcat Wolfcamp Pool	Oil 60%	Gas 50%

REMARKS: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303.H., the commingling authority granted herein 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 10th day of February, 1997.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read 'William J. Lemay', is written over the typed name and title. The signature is fluid and cursive, with a long, sweeping tail that extends downwards and to the right.

WILLIAM J. LEMAY
Director

SEAL

WJL/BES

cc: Oil Conservation Division - Hobbs
Bureau of Land Management - Carlsbad