

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Tony Delfin
Deputy Cabinet Secretary

David R. Catanach, Division Director
Oil Conservation Division



Administrative Order DHC-4790

Order Date: March 21, 2016

Application Reference Number: pMAM1607855721

Energren Resources Corporation
210 Afton Place
Farmington, NM 87401

Attention: Ms. Anna Stotts

Jicarilla 115E Well No. 14A
API No. 30-039-22978
Unit I, Section 10, Township 26 North, Range 3 West NMPM
Rio Arriba County, New Mexico

Pool	BLANCO-MESAVERDE (PRORATED GAS)	Gas (33230)
Names:	GAVILAN PICTURED CLIFFS (GAS)	Gas (77360)

Reference is made to your recent application for an exception to Division Rule 19.15.12.9A. NMAC of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appears that the subject well qualifies for approval for such exception pursuant to the provisions of Division Rule 19.15.12.11A. NMAC, and since 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 or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with Division Rule 19.15.12.11A.(6) NMAC, the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

As per the application, the assignment of allowable and allocation of oil and gas production from the subject well for the Blanco-Mesaverde (Prorated Gas) and Gavilan Pictured Cliffs (Gas) shall be based on the actual production of the well. Further, this is an amendment to DHC-3335 AZ to correct pool designation.

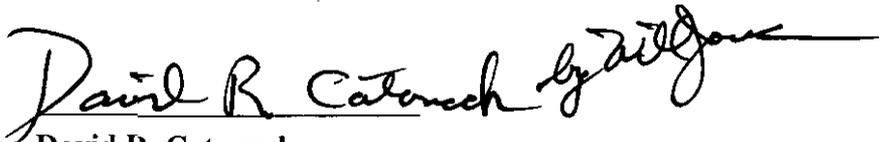
Assignment of allowable and allocation of production from the well shall be as follows:

GAVILAN PICTURED CLIFFS (GAS)	Pct. Oil: 0	Pct. Gas: 60
BLANCO-MESAVERDE (PRORATED GAS)	Pct. Oil: 100	Pct. Gas: 40

It is also understood that notice of this application, pursuant to Division Rule 19.15.4.12A.(6), is not required since the interest ownership between the zones to be commingled is common throughout.

REMARKS: This Order supersedes Division Order DHC-3335AZ, issued on February 22, 2010.

Pursuant to Division Rule 19.15.12.11B. NMAC, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.



David R. Catanach
Director

DRC/mam

cc: New Mexico Oil Conservation Division – Aztec
Bureau of Land Management – Farmington