



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

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

AMENDED ADMINISTRATIVE ORDER DHC-2118

Amerada Hess Corporation
P.O. Box 840
Seminole, Texas 79360

Attention: Mr. Duwayne Perry

*B. M. Marcus No. 2
API No. 30-025-27949
Unit C, Section 20, Township 20 South, Range 38 East, NMPM,
Lea County, New Mexico.
Blinebry Oil & Gas (Oil - 6660),
Warren-Tubb (Oil - 63280) and
Skaggs-Drinkard (Oil - 57000) Pools*

Dear Mr. Perry:

Reference is made to your recent application for an amendment to Division Order No. DHC-2118 dated October 13, 1998, which order authorized the downhole commingling of Warren-Tubb and Skaggs-Drinkard Pool production within the wellbore. It is our understanding that the Blinebry Oil & Gas Pool will now be added as a third commingled zone in the well.

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 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 well are hereby established as follows:

Oil 107 B/D Gas 428 MCF/D Water 214 B/D

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

| | | |
|-------------------------|---------|---------|
| Blinebry Oil & Gas Pool | Oil-67% | Gas-90% |
| Warren-Tubb Pool | Oil-16% | Gas-7% |
| Skaggs-Drinkard Pool | Oil-17% | Gas-3% |

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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 23rd day of November, 1999.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



LORI WROTENBERY
Director

SEAL

LW/DRC

cc: Oil Conservation Division - Hobbs