



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON**

Governor

**Betty Rivera**  
Cabinet Secretary

**Lori Wrotenbery**

Director

**Oil Conservation Division**

## **ADMINISTRATIVE ORDER DHC-3016**

Fasken Oil and Ranch, Ltd.  
303 West Wall, Suite 1800  
Midland, Texas 79701

Attention: Mr. Jimmy D. Carlile

*Cameron "31" Federal Well No. 1  
API No. 30-015-20907  
Unit J, Section 31, Township 20 South, Range 25 East, NMPM,  
Eddy County, New Mexico  
Undesignated South Dagger Draw-Upper Penn (Associated-15475),  
Undesignated North Indian Basin-Strawn (Gas-97013), and  
Wildcat-Atoka (Gas) Pools.*

Dear Mr. Carlile:

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 well bore.

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.

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.

The applicant shall consult with the supervisor of the Artesia District Office of the Division upon completion and testing of the well in order to determine a fixed allocation of production from each of the commingled zones. Upon approval by the Division's Artesia District Office, the applicant shall submit the allocation formula to the Santa Fe Office of the Division.

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*Fasken Oil and Ranch, Ltd.*  
*June 18, 2002.*  
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REMARKS: The operator shall notify the Artesia District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 18th day of June 2002.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

  
LORI WROTENBERY  
Director

LW/WVJ

cc: Oil Conservation Division – Artesia  
Bureau of Land Management – Carlsbad