



New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Joanna Prukop**  
Cabinet Secretary  
**Reese Fullerton**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



Administrative Order DHC-4061  
Order Date: 7/24/2008  
Application Reference Number: pKVR0820355332

TORCH ENERGY SERVICES, INC.  
1332 Lamar St, Suite 1450,  
Houston, TX 77010

Attention: MELANIE REYES, PRODUCTION ASSISTANT

COOPER JAL UNIT Well No. 502  
API No: 30-025-38188  
Unit E, Section 18, Township 24 South, Range 37 East, NMPM  
Lea County, New Mexico  
Pool: JALMAT;TAN-YATES-7 RVRS (OIL) Oil 33820  
Names: LANGLIE MATTIX;7 RVRS-Q-GRAYBURG Oil 37240

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 or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with Division 303C.(1)(f), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

Assignment of allowable to the well and allocation of production from the well shall be done after testing of all intervals to be commingled. The applicant shall submit the allocation percentages to the Division within 60 days following completion of this workover.

REMARKS: The operator shall notify the Division's district office upon implementation of commingling operations.



Pursuant to Rule 303C(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION



MARK E. FESMIRE, ESQ. P.E.  
Director

cc: Oil Conservation Division – Hobbs