



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-4079

Order Date: 8/27/2008

Application Reference Number: pKVR0821445825

EAGLE RESOURCES LP DBA TED HOSKINSON
PO BOX 3900,
ROSWELL, NM 88202

Attention: FRANK MORGAN

COOK Well No. 001
API No: 30-041-20823
Unit B, Section 34, Township 2 South, Range 29 East, NMPM
Roosevelt County, New Mexico

Pool: TULE;MONTROYA (GAS) Gas 86442
Names: TULE;PENN (GAS) Gas 86443

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

TULE;MONTROYA (GAS) Pool	Pct Gas: 35	Pct Oil: 0
TULE;PENN (GAS) Pool	Pct Gas: 65	Pct Oil: 0

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Pursuant to Rule 303C(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.



MARK E. FESMIRE, P.E.
Director

MEF/wvjj

cc: Oil Conservation Division – Hobbs