New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division

Administrative Order DHC-4239
Order Date: 12/23/2009
Application Reference Number: pTGW0932953891

APACHE CORP
6120 S. YALE, SUITE 1500
TULSA, OK 74136

Attention: Amber Cooke

	NEW MEXICO S STATE Well No. 047	
	API No: 30-025-37607	
	Unit E, Section 2, Township 22 South, Range 37 East, NMPM	
	Lea County, New Mexico	
Pool:	EUNICE;SAN ANDRES, SOUTH	Oil 24170
Names:	PENROSE SKELLY;GRAYBURG	Oil 50350

Reference is made to your recent application for an exception to Rule 12.9A. 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 12.11A., 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 12.11A.(6), 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:

EUNICE;SAN ANDRES, SOUTH Pool	Pct Gas: 52	Pct Oil: 11
PENROSE SKELLY;GRAYBURG Pool	Pct Gas: 48	Pct Oil: 89

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

Pursuant to Rule 12.11B., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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
        State Land Office - Oil, Gas, and Minerals Division