

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION



1935 - 1985

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STATE LAND OFFICE BUILDING
SANTA FE. NEW MEXICO 87501

1303 1303

COMMINGLING ORDER PC-714

Campbell & Hedrick
P. O. Box 401
Midland, Texas 79701

Attention: O. F. Hedrick, Jr.

Lease Name: W. E. Lee Lease, Lee Nos. 2, 3, and 5 Wells

Description: NW/4 NE/4, NE/4 NW/4, Sec. 20, T-21-S, R-37-E, NMPM, Lea County, New Mexico

The above-named company is hereby authorized to commingle Blinebry, Tubb and Drinkard pool production in a common tank battery and to determine the production from each pool by Well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further the operator shall notify the Santa Fe Office of the Division in the event any well in the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: The casinghead gas produced from the Blinebry zone in the Lee No. 5 well shall be separately metered. Also, DHC-230 authorizes the downhole commingling of Drinkard and Tubb production in the Lee No. 2 well.

DONE at Santa Fe, New Mexico, on this 22nd day of August, 1985.

R. L. STAMETS, Director