

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

July 18, 1974

COPY
Gulf Oil Company
P. O. Box 670
Hobbs, New Mexico 88240

Attention: Mr. C. D. Borland

Administrative Order No. DHC-145
Ritts State Well No. 2, Unit H,
Section 21, Township 17 South,
Range 34 East, NMPM, Lea County,
New Mexico, Vacuum-San Andres and
North Vacuum-Abo Pools.

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Commission Rules and Regulations for the subject well and permission to commingle the production from both 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 re-servoir damage or waste will not result from such down-hole commingling, and that correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above.

In accordance with the provisions of Rule 303-C, total commingled oil production from the subject well shall not exceed 60 barrels per day, and total water production from the well shall not exceed 120 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 2000 by top unit allowable for the North Vacuum-Abo Pool.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Upper Pool: 37%
Lower Pool: 63%

Pursuant to Rule 303-C 5, the commingling authority granted by this order may be rescinded by the Secretary-Director if, in his opinion, conservation is not being best served by such commingling.

Very truly yours,

A. L. PORTER,
Secretary-Director

ALP/CU/og

cc: Oil Conservation Com
Hobbs