

OIL CONSERVATION COMMISSION

P. O. BOX 2068

SANTA FE, NEW MEXICO 87501

August 2, 1976

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Sun Oil Company
P. O. Box 1861
Midland, Texas 79701

Attention: Mr. Charles R. Price

Administrative Order No. DHC-199
Shearn Federal Com. Well No. 1,
Unit L, Section 15, Township 19
South, Range 32 East, NMPM, Lea
County, New Mexico, East Lusk-
Wolfcamp Pool and adjoins East
Lusk-Bone Springs Pool.

Gentlemen:

Reference is made to your recent application for an excep-
tion to Rule 303-A of the Commission Rules and Regulations for
the subject well to permit the commingling of 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 reservoir damage or waste will not result from such down-hole
commingling, and 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 80
barrels per day, and total water production from the well shall
not exceed 100 barrels per day. The maximum amount of gas which
may be produced daily from the well shall be determined by multiplying
4000 by top unit allowable for the East Lusk-Wolfcamp Pool.

Assignment of allowable to the well and allocation of pro-
duction from the well shall be on the following basis:

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Upper Pool: Oil 29% - Gas 2%
Lower Pool: Oil 71% - Gas 98%

Pursuant to Rule 303C 5, the commingling authority granted by this order may be rescinded by the Secretary-Director if, in his opinion, conservation is not being best served by such commingling.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

JOE D. RAMEY
Secretary-Director

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cc: Oil Conservation Commission
Box 1980
Hobbs, New Mexico

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