

DIRECTOR
JOE D. RAMEY

OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO P. O. BOX 2088 - SANTA FE 87501

LAND COMMISSIONER
PHIL R. LUCERO

November 2, 1976



STATE GEOLOGIST EMERY C. ARNOLD

Gulf Energy and Minerals Company P. O. Box 670 Hobbs, New Mexico 88240

Attention: Mr. C. D. Borland

Administrative Order No. DHC-207 H. T. Mattern (NCT-B) Well No. 18, Unit O, Section 30, Township 21 South, Range 37 East, NMPM, Lea County, Blinebry Oil & Gas and Drinkard 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 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 comelative rights will not be violated thereby, you are hereby authorized to commingle the production as described above.

In accordance with the provisions of Order No. R-5273, the supervisor of the Hobbs District Office of the Commission shall determine the proper allocation of production from the well following its completion.

Pusuant to Rule 303-C 5 and Order No. R-5273, the commingling authority granted by this order may be rescinded by the Secretary-Director if, in his opinion, conservation is not being best served by such commingling.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

JDR/CU/og

cc: Oil Conservation Commission - Hobbs