



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR

LARRY KEHOE
SECRETARY

July 12, 1979

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Gulf Oil Exploration & Production Co.
P. O. Box 670
Hobbs, New Mexico 88240

Administrative Order No. DHC-284
H. T. Mattern (NCT-D) Well No.
12, Unit K, Section 6, Township 22
South, Range 37 East, NMPM, Lea
County, New Mexico, Tubb Gas Pool
and Drinkard Pool - Corrected

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations for the subject well to permit the commingling of 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 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.

In accordance with the provisions of Rule 303-C, total commingled oil production from the well shall not exceed 40 barrels per day, and that total water production from the well shall not exceed 80 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 Tubb-Gas Pool.

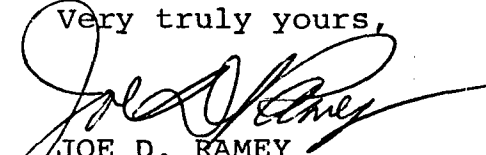
Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Upper Pool: Oil 26%, Gas 22%
Lower Pool: Oil 74%, Gas 78%

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Pursuant to Rule 303-C 5, the commingling authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Very truly yours,



JOE D. RAMEY
Division Director

JDR/CU/og

cc: Oil Conservation Division
Box 1980
Hobbs, New Mexico