STATE OF NEW MEXICO



ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING

September 8, 1981

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

LARRY KEHOE SECRETARY

> Hunt Energy Corporation 406 N. Big Spring Midland, Texas 79701

> > Administrative Order No. DHC-344 Mittie Weatherly Well No. 4 B-21-21S-37E - Blinebry Oil and Gas Pools

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations for the subject dually completed well to permit of the removal of the down-hole separation equipment and 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 reservoir damage or waste will not result from such down commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and Division Order No. MC-1726, which authorized the dual completion and required separation of the zones, is hereby placed in abeyance.

In accordance with the provisions of Rule 303-C, total commingled oil production from the subject well shall not exceed 107 barrels per day, and total water production from the well shall not exceed 214 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multilying 4,000 by top unit allowable for the Blinebry Pool.

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

Upper Pool: Oil 50%, Gas 45% Lower Pool: Oil 50%, Gas 55%

Pursuant to Rule 303-C 5, the commingling authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.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