

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

December 22, 1982

POST OFFICE BOX 2068 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

GOVERNOR

BRUCE KING

Administrative Order No. DHC-385

ARCO Oil and Gas Company P. O. Box 5540 Denver, Colorado 80217

Attention: J. G. Bradshaw

Re:

Atlantic "C" Well No. 101 NE/4 NE/4 Sec. 6, T-30-N, R-10-W, NMPM, San Juan County; Undesignated Gallup and Basin Dakota Pools

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations to permit the subject well to commingle the production from both pools in the wellbore.

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.

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

Upper Pocl: Condensate 100%, Gas 57% Lower Pocl: Condensate 0%, Gas 43% Pursuant to Rule 303-C 5, the commingled authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

truly yours, erv JOE D. RAMEY, Øivision Director

cc: Oil Conservation Division - Aztec
Oil & Gas Engineering - Hobbs
Well File
OCD Machine Accounting
Minerals Management Service - Farmington