



TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

August 1, 1986

50 YEARS



1935 - 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Texaco USA
P. O. Box 728
Hobbs, New Mexico 88246

Administrative Order No. DHC-620

Attention: W. B. Cade

Re: A. H. Blinebry Federal NCT-1
No. 38 Unit J, Sec. 19, T-22S,
R-38E, Lea County, NM
Blinebry, Drinkard, and Wantz
Granite Wash

Gentlemen:

Reference is made to your recent application for an amendment to Division Order No. R-5657, dated March 8, 1978, which authorized the downhole commingling of production from the Wantz Granite Wash and Drinkard pools in the wellbore, to permit the addition at a third zone of production to be commingled in the wellbore.

It appearing that the subject well qualifies for approval for such amendment 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.

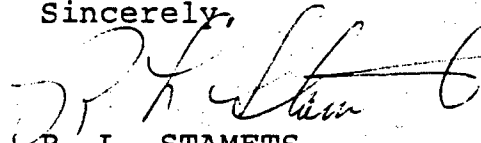
In accordance with the provisions of Rule 303.C.4., total commingled oil production from the subject well shall not exceed 50 barrels per day, and total water production from the well shall not exceed 100 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 2000 by top unit allowable for the Wantz Granite Wash Pool.

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

Blinebry Pool: (Oil)	65%, Gas 80%
Drinkard Pool: (Oil)	10%, Gas 15%
Granite Wash Pool: (Oil)	25%, Gas 5%

Pursuant to Rule 303-C 5, the commingled authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Sincerely,



R. L. STAMETS,
Director

xc: Oil Conservation Division - Hobbs
Case File 6159
Gas Co. N.M.

REMARKS: Division Order No. R-5657, dated March 8, 1978, which authorized the downhole commingling of production from the Wantz Granite Wash and Drinkard Pools is the subject well is hereby stayed until further notice.