State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey, Division Director Oil Conservation Division



Administrative Order DHC-4693

Order Date: September 2, 2014

Application Reference Number: pMAM1424136015

Mack Energy Corporation P. O. Box 960 Artesia, New Mexico 88211-0960

Attention: Deana Weaver

Wind Fee Well No. 1 API No. 30-015-40922

Unit G, Section 4, Township 23 South, Range 27 East, NMPM

Eddy County, New Mexico

Pool

CASS DRAW; BONE SPRING

Oil 10380

Names:

FOREHAND RANCH; DELAWARE

Oil 24670

Reference is made to your recent application for an exception to 19.15.12.9A. NMAC of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of 19.15.12.11A. NMAC, and since 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 and any Division Order which authorized the dual completion or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with 19.15.12.11A.(6) NMAC, the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

As per the application, the assignment of allowable and allocation of production from the well shall be based on the subtraction method. The total well production minus the Cass Draw; Bone Spring Pool production shall be assigned to the Forehand Ranch; Delaware Pool .

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REMARKS: The operator shall notify the Division's district II office upon implementation of commingling operations.

Pursuant to 19.15.12.11B. NMAC, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

JAMI BAILEY

Director

JB/mam

cc: New Mexico Oil Conservation Division – Hobbs