

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Amended
ADMINISTRATIVE ORDER DHC-811

Petroleum Production Management, Inc.
P.O. Box 957
Crossroads, New Mexico 88114

Attention: Gary T. Cothran

*State "19" Well No. 1
Unit I, Section 19, Township 13 South, Range 33 East, NMPM, Lea
County, New Mexico.
Baum Upper Penn & Undesignated Wolfcamp 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 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 and any Division Order which authorized the dual completion and required separation of the two zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303-C-4., total commingled oil production from the subject well shall not exceed 70 barrels per day, and total water production shall not exceed 140 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 2000 by the top unit allowable for the Baum Upper Penn Pool.

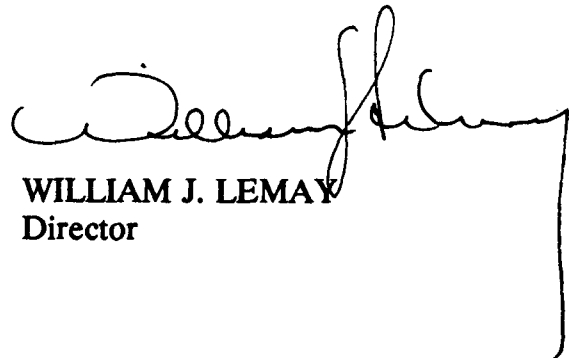
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Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Upper Penn Pool:	Oil	45%	Gas	50%
Wolfcamp Pool:	Oil	55%	Gas	50%

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



WILLIAM J. LEMAY
Director

SEAL

cc: Oil Conservation Division - Hobbs