State of New Mexico ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT Santa Fe. New Mexico 87505



OIL CONSERVATION DIVISION

DRUG FREE

ADMINISTRATIVE ORDER DHC-1087

Texaco Exploration & Production, Inc. 3300 North Butler Avenue Farmington, New Mexico 87401

Attention: Ted A. Tipton

C.W. Roberts Well No.8-A Unit H, Section 17, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico. Blanco Mesaverde (Prorated Gas) and Lindrith Gallup-Dakota West Pools

Dear Mr. Tipton:

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 50 barrels per day, and total water production shall not exceed 100 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

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

Blanco Mesaverde (Prorated Gas) Pool	Oil	12%	Gas	75%
Lindrith Gallup-Dakota West Pool	Oil	88%	Gas	25%

VILLAGRA BUILDING - 408 Galistee Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830 Park and Recreation Division

P.O. Box 1147 87504-1147 827-7465 2040 South Pacheco Office of the Secretary 827-5950 Administrative Services 827-5925 Energy Conservation & Management 827-5900 Mining and Minerals 827-5970 Oil Conservation 827-7131 Administrative Order DHC-1087 Texaco Exploration & Production, Inc. February 2, 1995 Page 2

FURTHER: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 2nd day of February, 1995.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION 00 WILLIAM J. LEMAY Director

SEAL

WJL/BES

cc: Oil Conservation Division - Aztec Bureau of Land Management - Farmington