

# NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

## OIL CONSERVATION DIVISION

### ADMINISTRATIVE ORDER DHC-1179

Fasken Oil & Ranch Interests  
303 West Wall Street, Suite 1900  
Midland, Texas 79701-5116

Attention: Mr. Carl Brown

*El Paso '3' Federal Well No.1  
Unit K, Section 3, Township 21 South, Range 26 East, NMPM,  
Eddy County, New Mexico.  
Avalon Strawn (Gas - 71080)  
and Calabaza Draw Atoka (Gas - 73695)*

Dear Mr. Brown:

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 multiple 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 80 barrels per day, and total water production shall not exceed 160 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 Southeast Gas Proration Schedule.

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

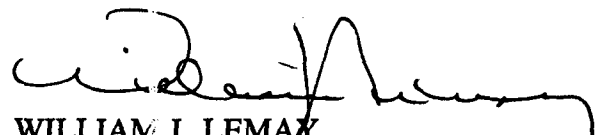
Avalon Strawn (Gas)	Gas 10%	Oil 10%
Calabaza Draw Atoka (Gas)	Gas 90%	Oil 90%

REMARKS: The operator shall notify the Artesia 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Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.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 28th day of December, 1995.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION



WILLIAM J. LEMAY  
Director

S E A L

WJL/BES

cc: Oil Conservation Division - Artesia  
Bureau of Land Management - Carlsbad