



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

ADMINISTRATIVE ORDER DHC-1807

Marathon Oil Company
P.O. Box 2409
Hobbs, New Mexico 88241-2409

Mr. Bryan L. Williams

*McCallister State No. 12
API No. 30-025-33954
Unit L, Section 25, Township 17 South, Range 34 East, NMPM,
Lea County, New Mexico.
Vacuum-Wolfcamp (Oil-62340) and,
Vacuum Upper-Penn (Oil-62320) Pools*

Dear Mr. Williams:

Reference is made to your recent application for an exception to Rule 303.A. 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 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 zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303.C., the daily allowable producing rates from the subject well are hereby established as follows:

Oil 355 B/D

Gas 710 MCF/D

Water 710 B/D

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


Vacuum-Wolfcamp Pool	Oil 65%	Gas 37%
Vacuum Upper-Penn Pool	Oil 35%	Gas 63%

REMARKS: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 25th day of February, 1998.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


LORI WROTENBERY
Director

S E A L

LW/DRC

cc: Oil Conservation Division - Hobbs
State Land Office-Oil & Gas Division