

ADMINISTRATIVE ORDER DHC-1956

Cross Timbers Operating Company 810 Houston Street Suite 2000 Fort Worth, Texas 76102-6298

Mr. F. Terry Perkins, Jr.

Monstro No. 1 API No. 30-025-28124 Unit M, Section 6, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico. Monument-Tubb (Oil-47090) and, West Nadine-Drinkard (Oil-47505) Pools

Dear Mr. Perkins:

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 222 B/D Gas 2220 MCF/D Water 444 B/D

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

Monument-Tubb Pool	Oil 69%	Gas 54%
West Nadine-Drinkard Pool	Oil 31%	Gas 46%

Administrative Order DHC-1956 Cross Timbers Operating Company June 1, 1998 Page 2

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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 1st day of June, 1998.

STATE OF NEW MEXICO **OIL CONSERVATION DIVISION**

Toje Wrotenberg LORI WROTENBERY

Director

SEAL

LW/DRC

Oil Conservation Division - Hobbs cc: