

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

ADMINISTRATIVE ORDER DHC-3043

Amerada Hess Corporation PO Box 840 Seminole, Texas 79360

Attention: Mr. Roy L. Wheeler, Jr.

Fred Turner Jr. "B" Well No. 2 API No. 30-025-35920 Unit K, Section 17, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico Undesignated Skaggs-Drinkard (Oil-57000), and West Warren-Abo (Oil-62940) Pools

Dear Mr. Wheeler:

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 well bore.

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.(1), each of the commingled oil pools shall be allowed to produce up to the top oil allowable and top casing head gas allowable applicable for that pool.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis unless modified with permission of the Hobbs District Office and copied to this office:

Undesignated Skaggs-Drinkard Pool	Oil-27%	Gas-77%
West Warren-Abo Pool	Oil-73%	Gas-23%

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

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 3rd day of September 2002.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

fori Wrotenbery (WVX)

LORI WROTENBERY

Division Director

LW/wvjj

cc: Oil Conservation Division – Hobbs