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

AMENDED ADMINISTRATIVE ORDER DHC-17

Apache Corporation 2000 Post Oak Blvd. Suite 100, Rm. 358A Houston, Texas 77056-4400

Attention: Ms. Frances M. Byers

State "C" Tract 12 No. 7
API No. 30-025-06629
Unit D, Section 16, Township 21 South, Range 37 East, NMPM,
Lea County, New Mexico.
Blinebry Oil & Gas (Oil - 6660),
Tubb Oil & Gas (Oil -60240), and
Drinkard (Oil - 19190) Pools

Dear Ms Byers:

Reference is made to your recent application for an amendment to Division Order No. DHC-17 dated December 30, 1969, which order authorized the downhole commingling of Drinkard and Blinebry Oil & Gas Pool production within the wellbore, to add the Tubb Oil and Gas Pool as additional commingled zone in the well.

It appearing that the subject well qualifies for approval for such amendment 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 well are hereby established as follows:

Oil 107 B/D

Gas 428 MCF/D

Water 214 B/D

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

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Blinebry Oil & Gas Pool	Oil-50%	Gas-50%
Tubb Oil & Gas Pool	Oil-0%	Gas-28%
Drinkard Pool	Oil-50%	Gas-22%

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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 3rd day of June, 1999.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

LORI WROTENBERY

Director

SEAL

LW/DRC

cc:

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