

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

July 12, 1977

Texaco, Inc.
P. O. Drawer 728
Hobbs, New Mexico 88240

Attention: J. V. Gannon

Administrative Order No. DHC-227
Dollie Ballenger Well No. 1, Unit
M, Section 17, Township 22 South,
Range 38 East, NMPM, Lea County,
Blinebry Oil and Gas Pool and Drinkard
Pool

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Commission Rules and Regulations for the subject well to permit the commingling of production from both 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 down such down-hole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above.

In accordance with the provisions of Rule 303-C, total commingled oil production from the subject well shall not exceed 100 barrels per day, and total water production from the well shall not exceed 100 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 6000 by top unit allowable for the Drinkard Pool.

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

Upper Pool: Oil 67%, Gas 0%
Lower Pool: Oil 33%, Gas 100%

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Pursuant to Rule 303-C 5, the commingling authority granted by this order may be rescinded by the Secretary-Director, if, in his opinion, conservation is not being best served by such commingling.

Very truly yours,

JOE D. RAMEY
Secretary-Director

JDR/CU/og

cc: Oil Conservation Commission
Box 1980
Hobbs, New Mexico

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