STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

AMENDED ADMINISTRATIVE ORDER DHC-285

Campbell and Hedrick P.O. Box 401 Midland, TX 79701

Attention: O. F. Hedrick

Lockhart Well No. 2 Unit M, Section 17, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico. Blinebry, Tubb and Drinkard Oil and Gas Pools

Dear Mr. Hedrick:

Reference is made to your recent application for an amendment to Administrative Order No. DHC-285, dated July 23, 1979, which authorized the downhole commingling of production from the Blinebry and Tubb Oil and Gas Pools in the wellbore, to permit the addition of a third zone of production to be commingled in the wellbore.

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.

In accordance with the provisions of Rule 303-C-4., total commingled oil production from the subject well shall not exceed 40 barrels per day, and total water production shall not exceed 80 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 2000 by the top unit allowable for the Tubb Oil and Gas Pool.

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

Blinebry Pool:	Oil	37%,	Gas	58%
Tubb Pool:	Oil	8%,	Gas	8%
Drinkard Pool:	Oil	55%,	Gas	34%

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 4th day of January, 1991.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director

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