

## STATE OF NEW MEXICO

## ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR ARRY KEHOE SECRETARY

November 25, 1981

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

J. R. Cone
P. O. Box 10217
Lubbock, Texas 79417

Administrative Order No. DHC-350 Anderson Well No. 2, NE/4 SE/4, Section 21, T-21-S, R-37-E, NMPM, Lea County, Blinebry and Drinkard Pools (30-035-06695)

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations for the subject dually completed well to permit the removal of the downhole separation equipment and to commingle the production from both 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.

In accordance with the provisions of Rule 303-C, the supervisor of the Hobbs District Office of the Oil Conservation Division shall determine the proper allocation of production from the subject well following its completion.

Pursuant to Rule 303-C 5, the commingling authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Very truly yours,

JOE D. RAMEY, Division Director

cc: Oil Conservation Division - Hobbs

Oil & Gas Engineering Committee - Hobbs

OCD Machine Accounting - Santa Fe

Mr. John C. Byers