50 YEARS



TONEY ANAYA

GOVERNOR

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

August 21, 1985



POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Administrative Order No. DHC-560

Read & Stevens Inc. P. O. Box 1518 Roswell, New Mexico 88201

Attention: Bruce Stubbs

Re: Getty Mesa No. 2, Unit J, Sec. 14, T-16-S, R-31-E, NMPM, Eddy County, N.M. North Square Lake Grayburg San Andres and Bunker Hill Penrose Pools

Gentlemen:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations to permit the subject well 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 and any Division order which authorized the dual completion and required separation of the two zones, is hereby placed in abeyance.

In accordance with the provisions of Rule 303.C.4., total commingled oil production from the subject well shall not exceed 20 barrels per day, and total water production from the well shall not exceed 40 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 2,000 by top unit allowable for the Bunker Hill Penrose Pool.

In accordance with the provisions of Rule 303-C, the supervisor of the Artesia 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 Pursuant to Rule 303-C 5, the commingled authority granted by this order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.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, IIM

R. L. STAMETS, Director