

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



Administrative Order DHC-4651

Order Date: February 17, 2014

Application Reference Number: pPRG1331241603

OXY USA WTP LP
P. O. Box 50250
Midland, Texas 79710

Attention: David Stewart

Tracy D Well No. 1
API No. 30-015-21631
Unit K, Section 33, Township 21 South, Range 27 East, NMPM
Eddy County, New Mexico

Pool	CARLSBAD; WOLFCAMP, EAST	Gas	74160
Names:	CEDAR HILLS; UPPER PENN	Gas	74520
	LA HUERTA; STRAWN	Gas	79720

Reference is made to your recent application for an exception to 19.15.12.9A. NMAC of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of 19.15.12.11A. NMAC, and since 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 or otherwise required separation of the zones is hereby placed in abeyance.

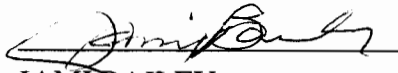
In accordance with 19.15.12.11A.(6) NMAC, the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

The production allocation percentages of oil and gas between these pools shall be supplied to the Division's Santa Fe office within 60 days following completion of this well or workover.

REMARKS: The operator shall notify the Division's district II office upon implementation of commingling operations.

Administrative Order CTB-355 approved June 3, 1991, is rescinded with the issuance of this down-hole commingling order. Order CTB-355 authorized the surface commingling of production from the Burton Flat; Morrow (Pro Gas) pool (pool code 73280) for the Tracy "C" Com Lease (Well No. 1; API No. 30-015-21399) and the Tracy "D" Lease (Well No. 1; the well referenced in this order). The Tracy "D" Lease Well No. 1 no longer produces from the Burton Flat; Morrow (Pro Gas) pool.

Pursuant to 19.15.12.11B. NMAC, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.



JAMI BAILEY

Director

JB/prg

cc: New Mexico Oil Conservation Division – Artesia
Administrative Order CTB-355