

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**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-4674

Order Date: May 7, 2014

Application Reference Number: pMAM1411928738

Mack Energy Corporation  
P. O. Box 960  
Artesia, New Mexico 88211-0960

Attention: Deana Weaver

State BD 36 Well No. 2  
API No. 30-025-21456  
Unit P, Section 36, Township 22 South, Range 37 East, NMPM  
Lea County, New Mexico

|        |                            |     |       |
|--------|----------------------------|-----|-------|
| Pool   | PADDOCK, SOUTH             | Oil | 49400 |
| Names: | BLINEBRY OIL AND GAS (OIL) | Oil | 6660  |

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.

As per the application, the assignment of allowable and allocation of production from the well shall be based on the subtraction method. The total well production minus the Blinebry Oil and Gas (Oil) production shall be assigned to the Paddock, South 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 I office upon implementation of commingling operations.

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 NMAC, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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/mam

cc: New Mexico Oil Conservation Division – Hobbs  
State Land Office – Oil, Gas and Minerals Division