STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



BRUCE KING

OIL CONSERVATION DIVISION

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

Amended ADMINISTRATIVE ORDER DHC-812

Graham 5429 LBJ Freeway Suite 550 Dallas, Texas 75240

Attention: Jason C. Sizemore

Warlick "A" No. 1

Unit I, Section 19, Township 21 South, Range 37 East, NMPM, Lea

County, New Mexico.

Eumont Yates-SR-Q, Penrose Skelly, Blinebry and Drinkard 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 production from all four 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 quadruple completion and required separation of the four 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 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 4000 by the top unit allowable for the Blinebry Oil & 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:

Eumont Yates - SR-Q Pool:	Oil	0%	Gas	35%
Penrose Skelly Pool:	Oil	12%	Gas	21%
Blinebry Pool:	Oil	0%	Gas	0%
Drinkard Pool:	Oil	88%	Gas	44%

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director

SEAL

cc: Oil Conservation Division - Hobbs