

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

## CORRECTED ADMINISTRATIVE ORDER DHC-1132

Texaco Exploration & Production, Inc. P.O. Box 730 Hobbs, New Mexico 88241-0730

Attention: Mr. Michael Alexander

F.B. Davis Well No.5 Unit H, Section 8, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico. North Teague Tubb Associated (Pool I.D.N. 96315) and North Teague Drinkard-Abo (Pool I.D.N. 96313) Pools

Dear Mr. Alexander:

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 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 50 barrels per day, and total water production shall not exceed 100 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 6000 by the top unit allowable for the North Teague Tubb Associated Pool.

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

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

Corrected Administrative Order DHC-1132 Texaco Exploration & Production, Inc. June 1, 1995 Page 2

Pursuant to Rule 303-C-5, the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 1st day of June, 1995.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION WILLIAM J. A LEMAY Director

SEAL

WJL/BES

cc: Oil Conservation Division - Hobbs Campbell, Carr & Berge, P.A. - Tanya M. Trujillo State of New Mexico ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT Santa Fe, New Mexico 87505



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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 6000 by the top unit allowable for the North Teague Tubb Associated Pool.

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

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

VILLAGRA BUILDING - 408 Galatso Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830 Park and Recreation Division P.O. Box 1147 87504-1147 827-7465

2040 South Pacheco Office of the Secretary 827-5950 Administrative Services 827-5925 Energy Conservation & Management 827-5900 Mining and Minerals 827-5970 Oil Conservation 827-7131 ۰.

Administrative Order DHC-1132 Texaco Exploration & Production, Inc. May 23, 1995 Page 2

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.

Approved at Santa Fe, New Mexico on this 23rd day of May, 1995.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION 00

WILLIAM J. LEMAY Director

SEAL

WJL/BES

cc: Oil Conservation Division - Hobbs Campbell, Carr & Berge, P.A. - Tanya M. Trujillo