

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Susana Martinez**  
Governor

**John Bemis**  
Cabinet Secretary

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

**Jami Bailey**  
Division Director  
Oil Conservation Division



Administrative Order DHC-4601

Order Date: 1/15/2013

Application Reference Number: pWVJ1301560973

Lime Rock Resources II-A, L.P.  
C/o Mike Pippen  
3104 N. Sullivan Avenue  
Farmington, NM 87401

Attention: Mike Pippen, P.E.

Logan 2C State Well No. 3  
API No: 30-015-33111  
Unit C, Section 2, Township 18 South, Range 27 East, NMPM  
Eddy County, New Mexico

Pool:	Red Lake; Glorieta-Yeso, NE	Oil 96836
Names:	Red Lake; Queen Grayburg San Andres	OIL

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 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 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 proposed in the application, the production allocation percentages of oil and gas between these pools shall be based on the subtraction method using a projection of the Gallup historic production rate as the base to be subtracted from the total.

**REMARKS:** The operator shall notify the Division's district 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Pursuant to 19.15.12.11B NMAC, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

A handwritten signature in black ink, appearing to read "Jami Bailey", is written over a horizontal line.

JAMI BAILEY  
Director

JB/wvjj

cc: Oil Conservation Division – Artesia  
State Land Office – Oil, Gas, and Minerals Division