



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

AMENDED ADMINISTRATIVE ORDER DHC-1208

Conoco Inc.
10 Desta Drive
Suite 100W
Midland, Texas 79705-4500

Attention: Ms. Kay Maddox

*Helen Jackson No. 2E
API No. - 30-045-24931
Unit B, Section 33, Township 29 North, Range 9 West, NMPM,
San Juan County, New Mexico.
Otero-Chacra (Gas - 82329),
Basin-Dakota (Prorated Gas - 71599), and
Blanco-Mesaverde (Prorated Gas - 72319) Pools*

Dear Ms. Maddox:

Reference is made to your recent application for an amendment to Division Order No. DHC-1208, issued on April 4, 1996, to 1) change the allocation of production between the Otero-Chacra and Basin-Dakota Gas Pools, and 2) allow for the downhole commingling of the Blanco-Mesaverde Gas Pool within the wellbore.

It appears from the evidence presented that the well qualifies for approval of such amendment pursuant to the provisions of Rule 303.C., and that the proposed amendment of the production allocation between the Basin-Dakota and Otero-Chacra Pools is justified.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

Gas and oil production from the commingled Basin-Dakota/Otero-Chacra Gas Pools shall be determined utilizing the annual production forecast submitted by the applicant as an attachment to the downhole commingling application. Gas and oil production from the Blanco-Mesaverde Gas Pool shall be determined by subtracting Basin-Dakota/Otero-Chacra Gas Pool production from the well's total monthly oil and gas production.

In addition, the allocation of production between the Basin-Dakota and Otero-Chacra Gas Pools


shall be on the following basis:

Otero-Chacra Gas Pool	Oil-0%	Gas-50%
Basin-Dakota Gas Pool	Oil-100%	Gas-50%

Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 11th day of June, 1998.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


LORI WROTENBERY
Director

S E A L

LW/DRC

cc: Oil Conservation Division - Aztec
Bureau of Land Management-Farmington