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

ADMINISTRATIVE ORDER DHC-1236

Shell Western E & P, Inc. P.O. Box 576 Houston, Texas 77001-0576

Attention: Ms. Yvonne Iverson

Tom Long Well No.5 (API No.30-025-10230)
Unit N, Section 11, Township 22 South, Range 37 East, NMPM,
Lea County, New Mexico.
Blinebry Oil & Gas (Prorated Gas - 72480) and
Tubb Oil & Gas (Prorated Gas - 86440) Pools

Dear Ms. Iverson:

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., the daily allowable producing rates from the subject well are hereby established as follows:

Oil 107 B/D Water	214 B/D

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 pools as printed in the Division's Southeast's Gas Proration Schedule.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Blinebry Oil & Gas Pool	Oil 59%	Gas 59%
Tubb Oil & Gas Pool	Oil 41%	Gas 41%

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

Pursuant to Rule 303.H., the commingling authority granted by the order may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.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 2nd day of May, 1996.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

WILLIAM J. LEMAY

Director

SEAL

WJL/BES

cc: Oil Conservation Division - Hobbs