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

## ADMINISTRATIVE ORDER DHC-1775

Marathon Oil Company P.O. Box 2409 Hobbs, New Mexico 88241-2409

Mr. Bryan L. Williams

Warn St. A/C 1 No. 7
API No. 30-025-33951
Unit F, Section 31, Township 17 South, Range 35 East, NMPM,
Lea County, New Mexico.
North Vacuum-Abo (OIl-61760),
Vacuum-Wolfcamp (Oil-62340) and,
Vacuum Upper-Penn (Oil-62320) Pools

## Dear Mr. Williams:

Reference is made to your recent application for an exception to Rule 303.A. 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 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 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 355 B/D

Gas 710 MCF/D

Water 710 B/D

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

North Vacuum-Abo Pool	Oil 61%	Gas 78%
Vacuum-Wolfcamp Pool	Oil 9%	Gas 12%
Vacuum Upper-Penn Pool	Oil 30%	Gas 10%

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REMARKS: 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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.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 21st day of January, 1998.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

KATHLEEN A. GARLAND

Acting Director

SEAL

KAG/DRC

cc: Oil Conservation Division - Hobbs

State Land Office-Oil & Gas Division