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

AMENDED ADMINISTRATIVE ORDER DHC-2011

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

Ms. Kay Maddox

Meyer B4 No. 32 API No. 30-025-34270 Unit P, Section 4, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico. Oil Center-Blinebry (Oil-47960), and Hardy Tubb-Drinkard (Oill-29760) Pools

Dear Ms. Maddox:

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 187 B/D

Gas 748 MCF/D

Water 374 B/D

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

Oil Center-Blinebry Pool	Oil-20%	Gas-10%
Hardy Tubb-Drinkard Pool	Oil-80%	Gas-90%

The allocation method established herein may be altered at some time subsequent to initiating downhole commingling operations upon request by the operator and for good cause shown.

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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 9th day of March, 2000.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

LORI WROTENBERY De De

Director

SEAL

LW/DRC

cc: Oil Conservation Division - Hobbs
Bureau of Land Management-Carlsbad