



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenberg
Director
Oil Conservation Division

AMENDED ADMINISTRATIVE ORDER DHC-2365

Apache Corporation
2000 Post Oak Blvd.
Suite 100
Houston, Texas 77056-4400

Attention: Ms. Debra J. Anderson

D. C. Hardy No. 4
API No. 30-025-06691
Unit O, Section 20, Township 21 South, Range 37 East, NMPM,
Lea County, New Mexico.
Tubb Oil & Gas (Oil -60240), and
Drinkard (Oil - 19190) Pools

Dear Ms. Anderson:

Reference is made to your recent application for an amendment to Division Order DHC-2365 dated June 17, 1999, which order authorized the downhole commingling of Blinebry Oil & Gas, Tubb Oil and Gas and Drinkard Pool production within the D. C. Hardy Well No. 4. It is our understanding that the Blinebry Oil and Gas Pool was never completed in the well, and that the well is currently downhole commingled in the Tubb Oil and Gas and Drinkard Pools only.

It appearing that the subject well qualifies for approval for such amendment 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.(1), each of the commingled pools shall be allowed to produce up to the top oil allowable and top casinghead gas allowable applicable for that pool.

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

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Tubb Oil & Gas Pool	Oil-60%	Gas-0%
Drinkard Pool	Oil-40%	Gas-100%

REMARKS: The operator shall notify the Hobbs District Office of the Division upon implementation of commingling operations.

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 6th day of June, 2001.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



LORI WROTENBERY
Director

SEAL

LW/DRC

cc: Oil Conservation Division - Hobbs