

## NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

## Lori Wrotenbery <sup>Director</sup> Oil Conservation Division AMENDED ADMINISTRATIVE ORDER DHC-2717

Marathon Oil Company P.O. Box 552 Midland, Texas 79702-0552

Attention: Mr. Jerry Fletcher

Jicarilla Apache No. 11 API No. 30-039-08149 Unit M, Section 28, Township 26 North, Range 5 West, NMPM, Rio Arriba County, New Mexico South Blanco-Pictured Cliffs (Prorated Gas - 72439), Basin-Dakota (Prorated Gas - 71599), Blanco-Mesaverde (Prorated Gas - 72319) and Otero-Chacra (Gas - 82329) Pools

Dear Mr. Fletcher:

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 th ereby, 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.

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.

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

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South Blanco-Pictured Cliffs Gas Pool	Oil-0%	Gas-9%
Basin-Dakota Gas Pool	Oil-0%	Gas-17%
Blanco-Mesaverde Gas Pool	Oil-100%	Gas-37%
Otero-Chacra Gas Pool	Oil-0%	Gas-37%

REMARKS: The operator shall notify the Aztec 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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 5th day of March, 2001.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

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LORI WROTENBERY Director

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LW/DRC

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