



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

Oil Conservation Division

**SEP 28 2007**

**OCD-ARTESIA**

Administrative Order DHC-3926-A

Application Reference Number: pWVJ0726164081

EOG RESOURCES INC

P.O. Box 2267

Midland, TX 79702

Attention: Stan Wagner

BURNETT OIL 24 FEDERAL COM Well No. 003

API No: 30-015-35418

Unit K, Section 24, Township 17 South, Range 30 East, NMPM

Eddy County, New Mexico

Pool: Undesignated CEDAR LAKE;MORROW (GAS)

Gas 74560

Names: Undesignated LOCO HILLS;ATOKA (GAS)

Gas 80316

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 or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with Division 303C.(1)(f), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

Assignment of allowable to the well and allocation of production from the well shall be as follows.

Undesignated CEDAR LAKE;MORROW (GAS) Pool	Pct Gas: 7	Pct Oil: 100
Undesignated LOCO HILLS;ATOKA (GAS) Pool	Pct Gas: 93	Pct Oil: 0

These percentages shall be amended only with written permission of the Division.

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

Pursuant to Rule 303C(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Order approved at Santa Fe, New Mexico on 9/18/2007.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

MARK E. FESMIRE, P.E.  
Director

cc: Oil Conservation Division – Artesia  
Bureau of Land Management - Carlsbad