



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

February 18, 1993

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

Merit Energy Company
122251 Merit Drive, Suite 500
Dallas, TX 75251

Attn: Sheryl J. Carruth

Re: Hilburn #1
Unit E, Sec. 13, T16S, R35E
North Shoe Bar Wolfcamp and
North Shoe Bar Strawn

Gentlemen:

Since there was a misunderstanding of terminology between multiple completion and downhole commingling, we have assigned an allowable to the North Shoe Bar Strawn zone in the above-referenced well and you will be allowed to produce this commingled with the North Shoe Bar Wolfcamp on a temporary basis. It is our understanding that ownership is common in both zones.

This temporary approval will be for 30 days during that time you must make application to our Santa Fe office, with a copy to Hobbs office, requesting downhole commingle. See Rule 303 C in our Rules and Regs for instructions on making application.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

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P.S. Please file a new acreage dedication plat for the North Shoe Bar Strawn Pool (160 acres). The only one we have for that pool was signed by Mesa Petroleum. This C-102 does not need to be signed by surveyor, but needs to be signed by operator.



