



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

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ADMINISTRATIVE ORDER DHC-1099

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

Attention: Thomas M. Price

*Staplin State A/C 1 No. 6
Unit N, Section 30, Township 17 South, Range 35 East, NMPM,
Lea County, New Mexico
North Vacuum-Abo, Vacuum-Wolfcamp and Vacuum Upper-Penn Pools*

Dear Mr. Price:

Reference is made to your recent application for an exception to Rule 303-A of the Division Rules and Regulations to permit the subject well to commingle production from all three 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-4., total commingled oil production from the subject well shall not exceed 80 barrels per day, and total water production shall not exceed 160 barrels per day. The maximum amount of gas which may be produced daily from the well shall be determined by multiplying 2000 by the top unit allowable for the North Vacuum-Abo Pool.