



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

BETTY RIVERA

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

Amerada Hess Corporation
P.O. Box 840
Seminole, Texas 79360

AMENDED ADMINISTRATIVE ORDER DHC-2118

Attention: Mr. Roy L. Wheeler Jr.

B. M. Marcus No. 2

API No 30-025-27949

*Unit C, Section 20, Township 20 South, Range 38 East, NMPM,
Lea County, New Mexico.*

Blinebry Oil & Gas (Oil - 6660),

Skaggs-Abo East (Oil - 56630),

Warren-Tubb (Oil - 63280) and

Skaggs-Drinkard (Oil - 57000) Pools

Dear Mr. Wheeler:

Reference is made to your application for a second amendment to Division Order No. DHC-2118 dated October 13, 1998, which order authorized the downhole commingling of Warren-Tubb and Skaggs-Drinkard Pool production within the wellbore. It is our understanding that the Blinebry Oil & Gas Pool was added as the first amendment to this order and the Skaggs Abo East will now be added as a fourth commingled zone in the well.

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.

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

Blinebry Oil & Gas Pool	Oil-48%	Gas-50%
Warren-Tubb Pool	Oil-11%	Gas-4%
Skaggs-Drinkard Pool	Oil-11%	Gas-2%
Skaggs-Abo Pool	Oil-30%	Gas-44%

East

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

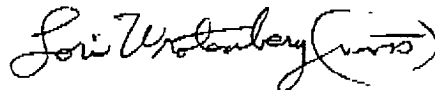
Oil Conservation Division * 1220 South St. Francis Drive * Santa Fe, New Mexico 87505
Phone: (505) 476-3440 * Fax (505) 476-3462 * <http://www.emmrd.state.nm.us>

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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 30th day of April 2002.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



LORI WROTENBERY
Director

SEAL

LW/WVJ

cc: Oil Conservation Division - Hobbs