OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

ADMINISTRATIVE ORDER DHC-2089

Conoco Inc. 10 Desta Drive Suite 100W Midland, Texas 79705-4500 Worre

Ms. Kay Maddox

Warren Unit No. 112 API No. 30-025-32489 Unit G, Section 28, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico. Warren Blinebry-Tubb (Oil-62965), and Warren-Drinkard (Oil-63080) Pools

Dear Ms. Maddox:

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 and required separation of the zones is hereby placed in abeyance.

In accordance with the provisions of Rule 303.C., the daily allowable producing rates from the subject well are hereby established as follows:

Oil 142 B/D

Gas N/A

Water 284 B/D

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

Warren Blinebry-Tubb Pool	Oil 81%	Gas 57%
Warren-Drinkard Pool	Oil 19%	Gas 43%

REMARKS: The operator shall notify the Hobbs 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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 8th day of September, 1998.

STATE OF NEW MEXICO

OIL CONSERVATION DIVISION

LORI WROTENBERY

Director

SEAL

LW/DRC

cc: Oil Conservation Division - Hobbs Bureau of Land Management-Carlsbad