



FOR RECORD ONLY

NEW MEXICO ENERGY, MINERALS and
NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

ADMINISTRATIVE ORDER DHC-2924

Phillips Petroleum Company
4001 Penbrook Street
Odessa, Texas 79762

Attention: Mr. L. M. Sanders

*State "R" No. 1
API No. 30-025-34271
Lot 6, Section 1, Township 21 South, Range 34 East, NMPM,
Lea County, New Mexico.
Wildcat-Atoka (Gas – N/A) and
West Osudo-Morrow (Gas – 82240) Gas Pools*

Dear Mr. Sanders:

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.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated gas pool as printed in the Division's Southeast Gas Proration Schedule.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis for the year 2001: