NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

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

AMENDED ADMINISTRATIVE ORDER DHC-1048

Marathon Oil Company P.O. Box 2490 Hobbs, New Mexico 88240

Mr. Thomas P. Kacir

Edith Butler "B" No. 1
API No. 30-025-10252
Unit I, Section 13, Township 22 South, Range 37 East, NMPM,
Lea County, New Mexico.
Blinebry Oil & Gas (Oil-6660),
Tubb Oil & Gas (Oil-60240), and The
South Brunson Drinkard-Abo (Oil-9700) Pools

Dear Mr. Kacir:

Reference is made to your recent application for an amendment to Division Order No. DHC-1048 dated November 2, 1994, which order authorized the downhole commingling of South Brunson Drinkard-Abo and Tubb Oil & Gas Pool production within the wellbore, to add the Blinebry Oil & Gas Pool as a third commingled zone in the well.

It appearing that the subject well qualifies 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.

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

Oil 107 B/D

Gas 428 MCF/D

Water 214 B/D

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

Blinebry Oil & Gas Pool	Oil 74%	Gas 47%
Tubb Oil & Gas Pool	Oil 4%	Gas 15%
South Brunson Drinkard-Abo Pool	Oil 22%	Gas 38%

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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 18th day of November, 1998.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

LORI WROTENBERY

Director

SEAL

LW/DRC

cc:

Oil Conservation Division - Hobbs