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

ADMINISTRATIVE ORDER DHC-1669

Exxon Company U.S.A. P.O. Box 1600 Midland, Texas 79702-1600

Attention: Mr. Alex M. Correa

New Mexico "S" State Well No. 36
API No. 30-025-25456
Unit B, Section 2, Township 22 South, Range 37 East, NMPM,
Lea County, New Mexico.
Blinebry Oil & Gas (6660) and
Wantz-Abo (62700) Pools

Dear Mr. Correa:

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 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:

Wantz-Abo Pool	Oil 26%	Gas	18%
Blinebry Pool	Oil 74%	Gas	82%