



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

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

FOR RECORD ONLY

ADMINISTRATIVE ORDER DHC-2514

Arch Petroleum Inc.
300 North Marienfeld
Suite 600
Midland, Texas 79701

Donna P. Melida

Attention: Ms. Robin S. McCarley

*Plains Knight No. 2
API No. 30-025-11208
Unit N, Section 23, Township 24 South, Range 37 East, NMPM,
Lea County, New Mexico.
Fowler-Upper Yeso (Oil -26680),
South Fowler-Tubb (26635) and,
Fowler-Abo (Oil - 96455) Pools*

Dear Ms. McCarley:

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 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 well are hereby established as follows:

Oil 187 B/D

Gas 1122 MCFG/D

Water 374 B/D

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