NEW MEXICO ET RGY, MINERALS & NATURAL RESOURCES DEPARTMENT

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

ADMINISTRATIVE ORDER DHC-1774

(W)

Burlington Resources Oil & Gas Company P.O. Box 51810 Midland, Texas 79710-1810

Attention: Ms. Maria L. Perez

Pitchfork "4" Federal Well No. 2
API No. 30-025-30331
Unit K, Section 4, Township 25 South, Range 34 East, NMPM,
Lea County, New Mexico.
Undesignated Fairview Mills-Wolfcamp (Gas-76560) and
Wildcat Strawn Pools

Dear Ms. Perez:

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:

Undesignated Fairview Mills-Wolfcamp Gas Pool	Oil N/A	Gas 65%
Wildcat Strawn Pool	Oil N/A	Gas 35%

The allocation formula established herein may be amended subsequent to initiating downhole commingling operations in the event actual production rates vary significantly from projected production rates.

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Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 20th day of January, 1998.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

KATHLEEN A. GARLAND

Acting Director

SEAL

KAG/DRC

cc: Oil Conservation Division - Hobbs

Bureau of Land Management-Carlsbad