

(5) That the proposed commingling will permit the applicant to achieve improved drainage in each of said projects which may result in the recovery of additional hydrocarbons from each of the subject pools, thereby preventing waste, and will not violate correlative rights.

(6) That the reservoir characteristics of each of the subject zones are such that underground waste would not be caused by the proposed commingling provided that any such commingled well is not shut-in for an extended period.

(7) That to afford the Commission the opportunity to assess the potential for waste and to expeditiously order appropriate remedial action, the operator should notify the Hobbs district office of the Commission any time any well downhole commingled under provisions of this order is shut-in for 7 consecutive days.

(8) That said Cooper Jal Unit secondary recovery projects have been in operation approximately 6 years and that separate production statistics have been maintained on each of said projects for this same period.

(9) That approval of the alternative application, in this case, would result in the loss of identity of production from the individual projects during their mid-life and should therefore be denied.

(10) That an administrative procedure should be established whereby additional Cooper Jal Unit Wells may be recompleted in such a manner as to permit the downhole commingling of Jalmat and Langlie-Mattix oil production therein.

(11) That in order to allocate the commingled production to each of the commingled zones in the wells, applicant should consult with the supervisor of the Hobbs District Office of the Commission and determine an allocation formula for each of the production zones.

IT IS THEREFORE ORDERED:

(1) That the applicant, Reserve Oil, Inc., is hereby authorized to commingle Jalmat oil and Langlie-Mattix oil production within the wellbore of its Cooper Jal Unit Wells No. 115 in Unit P of Section 13 and Nos. 121, 134, and 209 in Units B, N, and L of Section 24, Township 24 South, Range 36 East, and No. 117 in Unit N of Section 18, and Nos. 150 and 221 in Units L and N of Section 19, Township 24 South, Range 37 East, Lea County, New Mexico.

(2) That the supervisor of the Commission's district office at Hobbs is hereby authorized to grant approval for the downhole commingling of Jalmat oil and Langlie-Mattix oil production within the wellbore of additional wells within said Cooper Jal Unit.

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