

NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87506
(505) 827-7131

COMMINGLING ORDER PLC - 133

PRO New Mexico, Inc.
460 St. Michael's Drive, Suite 402
Santa Fe, New Mexico 87505

RECEIVED
JUN 30 1997

Attention: Ms. Jolene Dicks

OIL CON. DIV.
DIST. 3

The above-named company is hereby authorized to commingle Basin Fruitland Coal (71629) and Basin Dakota (71599) Pool production from the following described wells:

Lease: Buena Suerte 32-L Well No.1 045-28694
Description: NW/4 SW/4, Section 32, Township 26 North, Range 11 West, and,

Lease: Gracia Navajo 5-K Well No.2 045-28913
Description: NE/4 SW/4, Section 5, Township 25 North, Range 11 West, and,

Lease: Gallegos Com Well No.5 045-21306
Description: NW/4 SE/4, Section 32, Township 26 North, Range 11 West.

J-32-26N-11W

Production shall be allocated to each well by metering total production, separately metering (chart records) and subtracting the Buena Suerte and the Gracia Navajo to obtain the production for the Gallegos Com. Individual well volumes shall be divided by the total volume to calculate allocation factors. The factors shall be multiplied by the total sales meter to obtain individual well volumes less fuel gas volumes for each well. (Fuel gas factors shall be determined by dividing the monthly well volumes for each well by the total monthly production for each well and multiplying this factor by the total monthly fuel gas volume.)

FURTHER: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

NOTE: This gathering system central delivery point shall be located in Unit Letter "J" of Section 32, Township 25 North, Range 11 West, San Juan County, New Mexico.

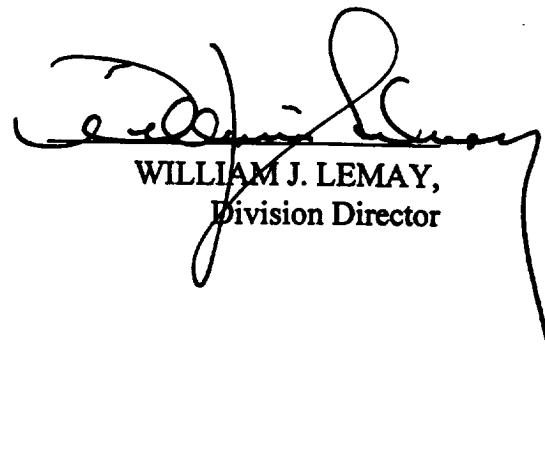
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PRO New Mexico, Inc.

June 24, 1997

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DONE at Santa Fe, New Mexico, on this 24th day of June, 1997.



WILLIAM J. LEMAY,
Division Director

WJL/BES

cc: Oil Conservation Division - Aztec /
US Bureau of Land Management - Farmington