



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

COMMINGLING ORDER PLC-226

Calpine Natural Gas, L.P.
1200 17th Street, Suite 770
Denver, CO 80202

Attention: Mr. Hugo Cartaya

The New Mexico Oil Conservation Division ("Division") hereby authorizes Calpine Natural Gas, L.P. ("Calpine") to surface commingle production from the following pools and spacing units.

Basin-Fruitland Coal (Gas 71629) and Undesignated Harper Hill Fruitland Sand Pictured Cliffs (Gas 78160) Pool production within the W/2 of Section 22, Township 30 North, Range 14W, NMPM, San Juan County, New Mexico. Currently this area includes Calpine's newly drilled Coolidge Well No. 2 and Roosevelt Well No. 2.

Harper Hill Fruitland Sand Pictured Cliffs (Gas 78160) Pool production within the NE/4 of Section 21, Township 30 North, Range 14W, NMPM, San Juan County, New Mexico. Currently this area includes Calpine's newly drilled Hoover Well No. 2.

Existing and future wells within these pools and approved spacing units are hereby approved for surface commingling and off lease measurement and sales.

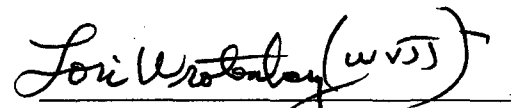
Production and sales between pools within each well shall be either produced and measured separately using dual completions or allocated according to Division approved downhole commingle administrative orders. The ownership of this commingled area being "diverse" according to Division rule 303.B.2.b, production and sales shall be allocated back to each "lease" using installed allocation meters and continuous measurements.

NOTE: It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the Aztec district office of the Division prior to implementation of the commingling process.

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Calpine Natural Gas, L.P.
April 23, 2003
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DONE at Santa Fe, New Mexico, on this 23rd day of April 2003.



LORI WROTENBERY,
Division Director

LW/wvj

cc: Oil Conservation Division – Aztec
U.S. Bureau of Land Management – Farmington