

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor BETTY RIVERA Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

COMMINGLING ORDER PLC-210

Conoco Inc. PO Box 2197, WL3046 Houston, Texas 77252

Attention: Ms. Yolanda Perez

The above named company is hereby authorized to surface commingle the following pools and the leases located in Section 36, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico.

State Com AG Well No. 29E Blanco-Mesaverde (Prorated Gas 72319), Basin-Dakota (Prorated Gas 71599),

API No. 30-045-24033 W/2 dedication (DHC-875) W/2 dedication (DHC-875)

State Com Z Well No. 22 Aztec-Pictured Cliffs (Gas 71280),

API No. 30-045-07700 NE/4 dedication

Allocation meters shall be installed on both wells and regularly calibrated for accuracy. Gas sales shall be allocated to each well using these allocation rate meters, total CDP sales, and BTU tests. Gas production shall be calculated and reported from gas sales plus lost and fuel gas. Condensate and water shall not be commingled. The sales points for gas and condensate shall be located on this lease.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 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.

The operator shall notify the supervisor of the Aztec district office prior to implementation of this commingling operation.

DONE at Santa Fe, New Mexico, on this 11th day of September 2002.

Lori Wrotenbery LORI WROTENBERY.

Division Director

LW/wvij

cc:

Oil Conservation Division - Aztec

State Land Office - Santa Fe