



**NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT**

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

**COMMINGLING ORDER PLC-165**

Questar Exploration and Production Company  
1331 Seventeenth Street, Suite 800  
Denver, Colorado 80202

Attention: Ms. Jane Seiler:

The above named company is hereby authorized to commingle Devils Fork-Gallup (Associated – 17610), Duffers Point-Gallup Dakota (Oil – 19859) and Escrito-Gallup (Associated – 22619) Pool production from the leases located in San Juan and Rio Arriba Counties, New Mexico and described on Exhibit 'A' attached hereto. The commingled production is transported by a system of pipelines known as the Kinney Gas Gathering System.

Gas production shall be allocated to each well and/or lease utilizing the method described in Exhibit 'B'.

Condensate (drip) production shall be separated and accumulated at the Kinney compressor drip tank located in the NE/4 SW/4 of Section 23, Township 24 North, Range 7 West, NMPM and the Escrito Gallup Unit drip tank located in the NW/4 NW/4 of Section 18, Township 24 North, Range 7 West, NMPM, where such production will be measured, stored and sold off-lease. Condensate (drip) production shall be allocated to upstream wells on the gathering system based on each well's prorated share of the total estimated monthly volume.

NOTE: The commingled natural gas production shall be delivered to a CDP sales meter on El Paso Natural Gas' pipeline in the NE/4 SW/4 of Section 23, Township 24 North, Range 7 West, NMPM, Rio Arriba County, New Mexico.

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.

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

PROVIDING: Validation of this authority shall be accomplished by like approval by the U.S. Bureau of Land Management and the State Land Office.

*Commingling Order PLC-165*  
*Questar Exploration and Production Company*  
*March 14, 2000*  
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DONE at Santa Fe, New Mexico, on this 14<sup>th</sup> day of March, 2000.

A handwritten signature in black ink, appearing to read "Lori Wrotenbery", is written over a horizontal line.

LORI WROTENBERY,  
Division Director

LW/MWA/kv

cc: Oil Conservation Division – Aztec  
Bureau of Land Management – Farmington  
State Land Office – Oil and Gas Division