



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

COMMINGLING ORDER CTB-528

Coleman Oil & Gas, Inc.
PO Drawer 3337
Farmington, New Mexico 87499

Attention: Bryan Lewis

The above named company is hereby authorized to commingle, measure and sell off-lease Basin-Fruitland Coal (Gas - 71629) production from the following San Juan County leases all located in Township 24 North, Range 10 West, NMPM:

Federal Lease No. NMNM-101058 320 acres, S/2 Section 9.

Juniper 9 Well No. 14 API: 30-045-30636

Federal Lease No. NMNM-104606 320 acres, E/2 Section 17.

Juniper 17 Well No. 41 API: 30-045-30635

State Lease No. B-10889 320 acres, E/2 Section 16.

Juniper 16 Well No. 32 API: 30-045-30631

State Lease No. VO5292 320 acres, W/2 Section 16.

Juniper Well No. 11 API: 30-045-30481

Juniper Well No. 1 API: 30-045-29593

Production from these gas wells shall be gathered, commingled and sold through a CDP located in the NW/4 NW/4, Section 10, Township 24 North, Range 10 West, NMPM. Individual well orifice flow meters shall be installed and gas sales shall be allocated based on these individual meters. Water and condensate production will be separated at each well.

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 Aztec district office of the Division prior to commingling. This commingle order is contingent on like approval by the Bureau of Land Management and the New Mexico State Land Office.

Administrative Order CTB-528

Coleman Oil & Gas, Inc.

August 7, 2002

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DONE at Santa Fe, New Mexico, on this 7th day of August 2002.

Lori Wrotenbery (wvj)

LORI WROTENBERY
Division Director

LW/WVJ

cc: Oil Conservation Division – Aztec
State Land Office – Santa Fe
Bureau of Land Management – Farmington