



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

COMMINGLING ORDER PC-1139

BP America Production Company
PO Box 3092
Houston, TX 77253-3092

Attention: Mary Corley

The above-named company is hereby authorized to commingle gas production from the Blanco-Pictured Cliffs Gas (72359) and Basin-Fruitland Coal Gas (71629) Pools from the following two diverse ownership wells located on Federal Lease No. SF-080597 located in San Juan County, New Mexico.

Florance Well No. 108 (API 30-045-23420)
Unit B, Section 31, Township 29 North, Range 8 West, NMPM
Blanco-Pictured Cliffs Gas Pool, NE/4 Dedication

Largo 31B Well No. 18 (API 30-045-28659)
Unit B, Section 31, Township 29 North, Range 8 West, NMPM
Basin-Fruitland Coal Gas Pool, E/2 Dedication

Each of these wells shall be equipped with an allocation meter that will continuously meter production prior to commingling. Gas production from each of the subject wells shall be determined by ratio utilizing allocation meter volumes and sales meter volumes. Compressor fuel usage shall be allocated based upon each well's production.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Aztec district office of the Division upon commencement of commingling operations.

Done, at Santa Fe, New Mexico on this 29th day of December 2004.

MARK E. FESMIRE, P.E.,
Division Director

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