



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
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Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Surface Commingling Order CTB-592

October 22, 2008

BP America Production Company
P.O. Box 3092 Rm 6.128, WL1
Houston, TX 77253-3092

Attention: DeAnn Smyers:

BP America Production Company is hereby authorized to surface commingle Jalmat; Tansill Yates Seven Rivers Pool (79240) oil production from the following leases.

Lease: **Sinclair B State**
Well: Sinclair B state Well No. 3 (API No. 30-025-09248) Unit D, Section 3
Township 23 South, Range 36 East, NMPM, Lea County New Mexico

Lease: **Curran Jones Gas WN**
Well: Curran Jones Gas WN Well No. 10 (API No. 30-025-24650) Unit C,
Section 34, Township 22 South, Range 36 East, NMPM, Lea County, New
Mexico

Commingled oil production from the wells detailed above shall be measured and sold at the Curran Jones Gas WN Well No. 10 Tank Battery located in Unit C of Section 34, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico.

Oil production from the Curran Jones Gas WN Lease shall be measured continuously with calibrated allocation meters prior to commingling with the Sinclair B state production for sales. The commingled oil production from the Sinclair B state Lease is approved for off-lease measurement and sales.

Oil production from the Sinclair B State Lease shall be determined by the Subtraction Method. Gas production from these two wells shall **NOT** be commingled



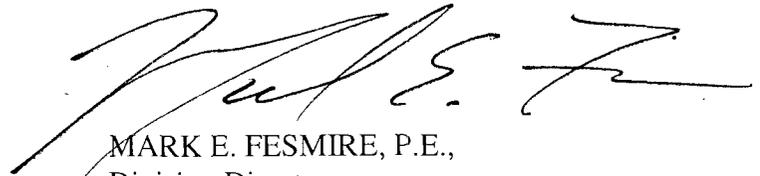
October 23, 2008

Page 2

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. It is the responsibility of the producer to notify the transporter of this commingling authority.

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

DONE at Santa Fe, New Mexico, on October 22, 2008.



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

MEF/re

cc: Oil Conservation Division – Hobbs
State Land Office (SLO) – oil, gas, and minerals Division