



# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Joanna Prukop**  
Cabinet Secretary  
**Reese Fullerton**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
Oil Conservation Division



Surface Commingling Order PC-1206  
November 26, 2008

Chaparral Oil & Gas Company  
C/O Walsh Engineering & Production CO.  
7415 East Main  
Farmington, NM 87402

Attention: Mr. Paul C. Thompson

Chaparral Oil & Gas Company (OGRID 004076) is hereby authorized to surface commingle gas production from two (2) wells within the following-described Gas Gathering System in San Juan County, New Mexico:

**The Williams CDP Gas Gathering System**

Township 28 North, Range 11 West, NMPM

Section 13: E/2

**Pool Names**

**Pool Codes**

|  |               |
|--|---------------|
| Basin-Fruitland Coal Gas Pool              | (Gas - 71629) |
| Fulcher-Kutz Pictured Cliffs Sand Gas Pool | (Gas - 77200) |

**Wells to be included:**

Marie Well No. 1 (API No. 30-045-20610) Unit J, 1450 FSL & 1850 FEL  
Fulcher-Kutz Pictured Cliffs Sand Gas Pool (SE/4, 160 acre dedication)

Marie Well No. 2 (API No. 30-045-33540) Unit J, 1440 FSL & 1390 FEL  
Basin-Fruitland Coal Gas Pool (E/2, 320 acre dedication)

Both wells shall be equipped with Chaparral maintained allocation meters. Surface commingling will allow the above mentioned wells to utilize a common compressor. The gas compressor and sales meter are located in Unit J of Section 13, Township 28 North, Range 11 West.

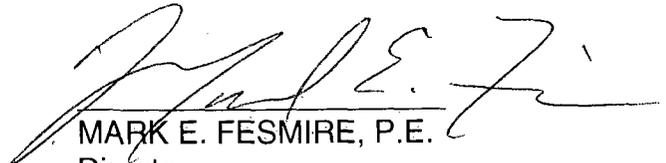


This Gathering System and both wells are wholly contained within Federal Lease No. SF-047017B. It is our understanding that ownership is not the same for both wells.

Except for small amounts of water that may drop out of the commingled gas stream at the central processing facility, no liquid hydrocarbons will be commingled. All meter calibration shall be in conformance with Division Rule No. 19.15.5.303 (B)(4)(b).

NOTE: This installation shall be installed and operated in accordance with the applicable rules and regulations of the Division applicable to surface commingling. 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 upon commencement of commingling operations.

  
MARK E. FESMIRE, P.E.  
Director

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MEF:tw

Cc: Bureau of Land Management – Farmington  
Oil Conservation Division - Aztec