



RECEIVED

PATRICK H. LYONS
COMMISSIONER

2008 AUG 27 PM 3:33

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760
Fax (505) 827-5766
www.nmstatelands.org

August 26, 2008

BP America Production Company
P. O. Box 3092
Houston, Texas 77253-3092

Attention: Ms. DeAnn Smyers

Re: Application to Surface Commingle
Sinclair B State Well No. 3 (30-025-09248), Sec. 3-23S-36E
Curran Jones Gas WN Well No. 10 (30-025-24650) and Battery Sec. 34-22S-36E
Lea County, New Mexico

Dear Ms. Smyers:

We are in receipt of your letter of August 11, 2008. Your letter requests our approval to surface commingle the production for the following wells.

Well Name and Number	Description
Sinclair B State Well No. 3	(D) Sec. 3-23S-36E
Curran Jones Gas WN Well No. 10 & Bat	(C) Sec. 34-22S-36E

It is our understanding that the production from the State well will be metered appropriately prior to movement off lease and the individual well volumes will be allocated back based on the subtraction method.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please submit a \$30.00 dollar filing fee.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS
COMMISSIONER OF PUBLIC LANDS

BY: 
JAMI BAILEY, Director

Oil, Gas and Minerals Division
PL/JB/pm

pc: Reader File
OCD-Attention: Mr. Ed Martin

-State Land Office Beneficiaries -

Carrie Tingley Hospital • Charitable Penal & Reform • Common Schools • Eastern NM University • Rio Grande Improvement • Miners' Hospital of NM • NM Boys School • NM Highlands University • NM Institute of Mining & Technology • New Mexico Military Institute • NM School for the Deaf • NM School for the Visually Handicapped • NM State Hospital • New Mexico State University • Northern NM Community College • Penitentiary of New Mexico • Public Buildings at Capital • State Park Commission • University of New Mexico • UNM Saline Lands • Water Reservoirs • Western New Mexico University