



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order DHC-4197

Order Date: 6/18/2009

Application Reference Number: pKAA0916247941

FOUR STAR OIL & GAS CO
15 Smith Road
Midland, TX 79705

Attention: Alan Bohling

NEW MEXICO STATE COM DY Well No. 001A
API No: 30-045-30556
Unit H, Section 36, Township 31 North, Range 12 West, NMPM
San Juan County, New Mexico

Pool:	BASIN FRUITLAND COAL (GAS)	Gas 71629
Names:	BLANCO-MESAVERDE (PRORATED GAS)	Gas 72319

Reference is made to your recent application for an exception to Rule 12.9A. of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 12.11A., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion or otherwise required separation of the zones is hereby placed in abeyance.

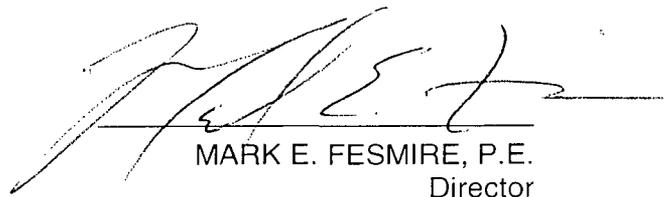
In accordance with Division 12.11A.(6), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

The subtraction method shall be used for assignment of allowable and allocation of production from the well. The Fruitland Coal Gas shall be the remainder after subtracting the Mesaverde (established decline) production from total well stream.

REMARKS: The operator shall notify the Division's district office upon implementation of commingling operations.



Pursuant to Rule 12.11B., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.



MARK E. FESMIRE, P.E.
Director

MEF/wvjj

cc: Oil Conservation Division – Aztec
State Land Office - Oil, Gas, and Minerals Division