

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-4201

Order Date: 7/16/2009

Application Reference Number: pTGW0918148769

CONOCOPHILLIPS COMPANY
PO BOX 4289,
FARMINGTON, NM 87499

Attention: Kelly Jeffery

SAN JUAN 31 6 UNIT Well No. 036E
API No: 30-039-25136
Unit I, Section 27, Township 31 North, Range 6 West, NMPM
Rio Arriba County, New Mexico

Pool: BLANCO-MESAVERDE (PRORATED GAS) Gas 72319
Names: UNDES ROSA;PICTURED CLIFFS (G) Gas 96175

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.

Assignment of allowable and allocation of production from the well shall be supplied to the Division within 60 days following completion of this well or of this workover.

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Pursuant to Rule 12.11B., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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