



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER CTB-460
2nd Amendment

Phillips Petroleum Company
5525 Hwy 64, NBU 3004
Farmington, New Mexico 87401

Attention: Mr. Steve Huddleston

The above named company is hereby authorized to commingle Basin Fruitland Coal (Gas – 71629) Pool production from the following leases:

Lease: San Juan 30-5 Unit Wells No. 202, 203, 204, 205, 215, and **220R** (6 wells).
Description: Sections 5, 6, 7, and 8, Township 30 North, Range 5 West, and;

Lease: San Juan 31-6 Unit Wells No. 201, 202, 203, 204, 205, 205R, 206, 207, 210, 211, 212, 213, 214, 215, 216, 217, 218, 219, 220, 221, 222, 223, 224, 225R, 228, 229, 230, 231, 233, 234, and 234R (31 wells).
Description: Sections 27, 28, 29, 31, 32, 33, 34, 35 and 36, Township 31 North, and, Sections 1, 2, 3, 4, and 5, Township 30 North, Range 6 West, NMPM,

all in Rio Arriba County, New Mexico.

Production shall be allocated to each lease by multiplying the sales volume at the CPD by an allocation factor for each well. The allocation factors shall be determined by dividing the individual well production (as recorded by an allocation meter) by the sum of the gas production from all wells connected to the CPD, as determined from such allocation meters.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: The Central Point of Delivery shall be designated 31-6 No.1 CPD located in Unit Letter 'N' of Section 1, Township 30 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.

Administrative Order CTB-460

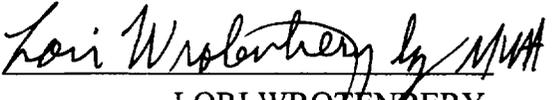
Phillips Petroleum Company

November 1, 2000

Page 2

FURTHER: The operator shall notify the Aztec district office upon implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 1st day of November, 2000.


LORI WROTENBERY,
Division Director

LW/MWA/kv

cc: Oil Conservation Division - Aztec
Bureau of Land Management - Farmington