



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-508

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 29-6 Unit Well Nos. 201, 202, 203, 204, 205, 206, 207, 208, 209, 210, 211, 214, 215, 216, 217, 218, 219, 220, 221, 222, 223, 224, 226, 236, 237, 238, 239, 240, 241, 242, 245, 246, 247R, 257R, 258, 259, 260, and 262 (38 wells).

Description: Sections 1, 2, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 16, 17, 18, 19, 20 and 21 of Township 29 North, Range 6 West, NMPM; and,

Lease: San Juan 29-5 Unit Well Nos. 203, 219, 225, 226, 229, 230, and 231 (7 wells).

Description: Sections 4, 5, 6, and 7 of Township 29 North, Range 5 West, NMPM; and,

Lease: San Juan 30-5 Unit Well Nos. 211, 212, 231 and 233 (4 wells).

Description: Sections 31, 32, and 33 of Township 30 North, Range 5 West, NMPM;

all in San Juan 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 interconnected central points of delivery for the above mentioned leases are:

CPD 29-6 No.1 - located in the SE/4 NE/4 of Section 4, Township 29 North, Range 6 West, NMPM; and,

CPD 29-6 No.2 - located in the NE/4 NE/4 of Section 10, Township 29 North, Range 6 West, NMPM; and,

CPD 29-6 No.3 - located in the NW/2 NE/4 of Section 14, Township 29 North, Range 6 West, NMPM; and

CPD 29-6 No.4 - located in the SE/4 SE/4 of Section 19, Township 29 North, Range 6 West, NMPM;

all located in San Juan County, New Mexico.

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

DONE at Santa Fe, New Mexico, on this 6th day of November, 2000.

LORI WROTENBERY,
Division Director

LW/BES/kv

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