



NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

ADMINISTRATIVE ORDER CTB-489

Richardson Operating Company
C/o Walsh Engineering & Production Corp.
7415 East Main
Farmington, New Mexico 87402

Attention: Mr. Paul C. Thompson

The above named company is hereby authorized to commingle Harper Hill-Fruitland Sand Pictured Cliffs (Gas - 78160) Pool production from the following leases:

Lease: WF Federal Well No. 34-1 (Federal Lease No. NM 0206995)
Description: SE/4 of Section 34 and

Lease: Aztec Well No. 4-35 (Federal Lease No. NM 0206995)
Description: SW/4 of Section 35,

all in Township 30 North, Range 14 West, NMPM, San Juan County, New Mexico.

Production shall be allocated to each lease by separately metering the production from the WF Federal Well No. 34-1, plus separator fuel gas volumes and one-half of the compressor fuel. The Aztec Well No. 4-35 production shall be the difference between the El Paso Natural Gas' CDP meter and the Federal Well No. 34-1 allocation meter, plus associated separator fuel gas volumes and one-half of the compressor fuel.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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 commingled natural gas production shall be delivered to a CDP meter on El Paso Natural Gas' gathering system located in Section 35, Township 30 North, Range 14 West, NMPM, San Juan County, New Mexico.

FURTHER: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

PROVIDING: Validation of this authority shall be accomplished by like approval from the Bureau of Land Management.

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DONE at Santa Fe, New Mexico, on this 17th day of August, 1999.


LORI WROTENBERY,
Division Director

LW/MWA/kv

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