

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

August 21, 1987

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE NEW MEXICO 87501
(505) 827-5800

Robert L. Bayless
P.O. Box 168
Farmington, New Mexico 87499

Attention: Robert Bayless

Re: Surface Gas Commingling

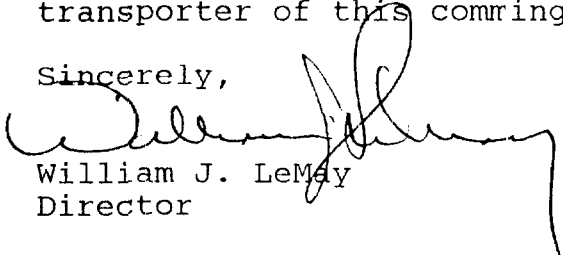
Dear Sir,

Reference is made to your request dated July 9, 1987 for permission to surface commingle the gas production from the Coolidge Com Well No. 1 and the Roosevelt Well No. 1 located respectively in Unit A and Unit I of Section 22, Township 30 North, Range 14 West, NMPM, Basin Dakota Gas Pool, San Juan County, New Mexico. It is our understanding that said commingling is necessary in order to gather the gas from said wells into a common sales line. It is our understanding that the production from the Roosevelt Well No. 1 will be separately metered prior to being commingled with the production from the Coolidge Well No. 1, and that the production from the Coolidge Well No. 1 will be determined by subtracting the Roosevelt Well No. 1 production from the total sales production volume.

You are therefore authorized to surface gas commingle the gas production from the Roosevelt Well No. 1 and the Coolidge Com Well No. 1, located as described above, both in the Basin Dakota Gas Pool, San Juan County, New Mexico, and to determine the production from each well by means of the subtraction method.

It is the responsibility of the operator to notify the transporter of this commingling authority.

Sincerely,


William J. LeMay
Director

xc: Oil Conservation Division Aztec
Harold Garcia
D. Catanach
BLM-Farmington