

AMENDED ADMINISTRATIVE ORDER DHC-1095

Conoco Inc. 10 Desta Drive Suite 100W Midland, Texas 79705-4500

Attention: Ms. Kay Maddox

Jicarilla "A" No. 8 API No.- 30-039-20029 Unit E, Section 23, Township 26 North, Range 4 West, NMPM, Rio Arriba County, New Mexico. Blanco-Mesaverde (Prorated Gas - 72319), Basin-Dakota (Prorated Gas - 71599) and Wildhorse-Gallup (Gas - 87360) Pools

Dear Ms. Maddox:

Reference is made to your application for an amendment to Division Order No. DHC-1095 which authorized the downhole commingling of Basin-Dakota and Blanco-Mesaverde Gas Pool production within the subject well, to add the Wildhorse-Gallup Pool as a commingled zone in the wellbore.

It appearing that the subject well qualifies for such amendment pursuant to the provisions of Rule 303.C., 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 and required separation of the zones is hereby placed in abeyance.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Amended Administrative Order DHC-1095 Conoco Inc. May 12, 1998 Page 2

Blanco-Mesaverde Gas Pool	Oil 9 %	Gas 26 %
Basin-Dakota Gas Pool	Oil 45 %	Gas 25 %
Wildhorse-Gallup Gas Pool	Oil 46 %	Gas 49 %

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

Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 12th day of May, 1998.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

tenbery LORI WROTENBERY

Director

SEAL

LW/DRC

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