



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

COMMINGLING ORDER PC-1168

BP America Production Company
501 Westlake Park Blvd
PO Box 3092
WL1-19.132
Houston, TX 77079

Attention: Cherry Hlava

The above-named company is hereby authorized to commingle gas production from the Basin-Dakota Prorated Gas (71599) Pool, the Blanco-Mesaverde Prorated Gas (72319) Pool, and the Aztec-Pictured Cliffs Gas (71280) Pools from the following diverse ownership wells located on the same lease located in San Juan County, New Mexico.

Ludwick LS Well No. 15N (API 30-045-32081)
Lot 20 (Unit P), Section 19, Township 30 North, Range 10 West, NMPM
Basin-Dakota Prorated Gas Pool, E/2 Dedication (DHC-1545az)
Blanco-Mesaverde Prorated Gas Pool, E/2 Dedication

Ludwick LS Well No. 2 (API 30-045-09299)
Lot 20 (Unit P), Section 19, Township 30 North, Range 10 West, NMPM
Aztec-Pictured Cliffs Gas Pool, SE/4 Dedication

Each of these wells shall be equipped with its own separator and allocation meter that will continuously meter production prior to commingling for sales. Gas production from each of the subject wells shall be determined by ratio utilizing allocation meter volumes and sales meter volumes. Oil shall not be commingled.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Aztec district office of the Division upon commencement of commingling operations.

Done, at Santa Fe, New Mexico on July 25, 2006.

MARK E. FESMIRE, P.E.,
Division Director

MEF/wvjj

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