New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Joanna Prukop Cabinet Secretary Reese Fullerton Deputy Cabinet Secretary Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order DHC-4159

Order Date: 3/1,8/2009

Application Reference Number: pKAA0905749369

BURLINGTON RESOURCES OIL & GAS COMPANY LP PO Box 4289 FARMINGTON, NM 87499

Attention: Crystal Tafoya

BANDY COM Well No. 100S

API No: 30-045-34854

Unit P. Section 3. Township 30 North, Range 11 West, NMPM

San Juan County, New Mexico

Pool:

BASIN FRUITLAND COAL (GAS)

Gas 71629

Names:

Undesignated FARMER FRUITLAND SAND (GAS)

Gas 76570

Reference is made to your recent application for an exception to Rule 12.9A of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 12.11A., 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 or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with Division 12.11A.(6), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

It is our understanding interests are diverse between the pools commingled within this well and Burlington will log or test in order to arrive at a production allocation between pools. The production allocation percentages of oil and gas between these pools shall be supplied to the Division's Santa Fe office within 60 days following completion of this workover.

REMARKS: The operator shall notify the Division's district office upon implementation of commingling operations.



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Pursuant to Rule 12.11B, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

MARK E. FESMIRE, P.E.

Director

MEF/wvjj

cc: Oil Conservation Division - Aztec