

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER CTB-509

Phillips Petroleum Company 5525 Hwy 64, NBU 3004 Farmington, New Mexico 87401

Attention: Mr. Steve Huddleston

The above named company is hereby authorized to commingle Basin Fruitland Coal (Gas – 71629) Pool production from the following wells:

Lease:

San Juan 30-5 Unit Well Nos. 201, 206, 207, 208, 209, 210, 216R, 217, 218,

219, 223, 224, 225, 226, 227, 228, 229, 230, 232, 234, 235, 236, 237, 238,

239, 240, 241, 242 and 246 (29 wells).

Description:

Sections 15, 16, 17 18, 19, 20, 21, 22, 23, 26, 27, 28, 29, 30, 32, 33, 34 and

35 of Township 30 North, Range 5 West, NMPM; and,

all in San Juan County, New Mexico.

Production shall be allocated by multiplying the sales volume at the CPD by an allocation factor for each well. The allocation factors shall be determined by dividing the individual well production (as recorded by an allocation meter) by the sum of the gas production from all wells connected to the CPD, as determined from such allocation meters.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 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 central point of delivery for the above mentioned wells is CPD 30-5 No.1 - located in the NW/4 SW/4 of Section 18, Township 30 North, Range 5 West, NMPM, located in San Juan County, New Mexico.

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FURTHER: The operator shall notify the Aztec district office upon implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 6th day of November 2000.

LORI WROTER BERY,

Division Director

LW/BES/kv

cc: Oil Conservation Division - Aztec

Bureau of Land Management - Farmington