



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

COMMINGLING ORDER PLC - 108

RECEIVED ^{2nd Amendment}
OCT 25 1999

OIL CON. DIV.
DIST. 3

Conoco, Inc.
P.O. Box 2197 - DU3066
Houston, Texas 77252

Attention: Yolanda Perez

The above-named company is hereby authorized to commingle Tapacito Pictured Cliffs (Prorated Gas - 85920), Blanco Mesaverde (Prorated Gas - 72319), Wild Horse Gallup (Gas - 87360) and Basin Dakota (Prorated Gas - 71599) Pool production from the following 17 wells shown on Exhibit "A" attached hereto. The subject acreage shall include the SW/4 of Section 13, SE/4 and SW/4 of Section 14, NE/4 and SW/4 of Section 23 and all of Section 24 in the Jicarilla "A" Lease and the NW/4 of Section 25 in the Jicarilla "B" Lease, Township 26 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.

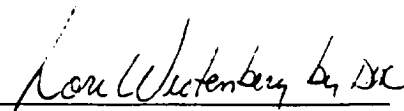
Production shall be allocated to each lease by separately metering individual well production by allocation meters and multiplying said volumes by an allocation factor. The allocation factor shall be determined by dividing the central sales meter volume by the sum of the individual allocation meter volumes.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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 commingled natural gas production shall be delivered to the Jicarilla A Ridge Compressor located in Section 23, Township 26 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.

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

DONE at Santa Fe, New Mexico, on this 19th day of October, 1999.


LORI WROTENBERY,
Division Director

LW/MWA/kv

cc: Oil Conservation Division - Aztec /
NM State Land Office - Oil & Gas Division

Exhibit "A"

COMMINGLING ORDER PLC-108 (2nd Amendment) APPROVED WELLS

| Well Name & No. | Location | Pool(s) |
|----------------------------|--------------------|--------------|
| Jicarilla "A" No.4 | N-13-26N-4W | PC |
| Jicarilla "A" No.5 | A-23-26N-4W | PC |
| Jicarilla "A" No.6 | K-24-26N-4W | PC |
| Jicarilla "A" No.7 | B-24-26N-4W | PC |
| Jicarilla "A" No.11 | J-14-26N-4W | GP/DK |
| Jicarilla "A" No.12 | D-24-26N-4W | GP/DK |
| Jicarilla "A" No.14 | A-24-26N-4W | MV/GP |
| Jicarilla "A" No.18 | P-14-26N-4W | PC |
| Jicarilla "A" No.19 | D-24-26N-4W | PC |
| Jicarilla "A" No.10E | G-23-26N-4W | MV/DK |
| Jicarilla "A" No.13E | N-13-26N-4W | MV/DK |
| Jicarilla "A" No.22A | P-24-26N-4W | PC/MV |
| Jicarilla "A" No.22Y | K-24-26N-4W | MV/DK |
| Jicarilla "B" No.8A | D-25-26N-4W | MV/DK |
| Jicarilla "A" No.9M | K-14-26N-4W | MV/DK |
| Jicarilla "A" No.1 | K-23-26N-4W | PC |
| Jicarilla "A" No.8M | N-23-26N-4W | MV/DK |

PC = Tapacito Pictured Cliffs

MV = Blanco Mesaverde

GP = Wild Horse Gallup

DK = Basin Dakota