



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-1122

Richardson Operating Company
4601 DTC Blvd, Suite 470
Denver, CO 80237

Attention: Chuck Williams

The above-named company is hereby authorized to commingle and off-lease measure gas production from the following pools and acreage within Township 29 North, Ranges 13 and 14 West, NMPM, San Juan County, New Mexico.

West Kutz-Pictured Cliffs (Gas 79680)

Township 29 North, Range 13 West, NMPM

Section 17 S/2
Section 18 S/2
Section 19 All
Section 20 All
Section 21 SW/4
Section 29 W/2
Section 30 N/2, SE/4

Township 29 North, Range 14 West, NMPM

Section 13 All
Section 14 All
Section 23 NE/4
Section 24 All

Basin-Fruitland Coal (Gas 71629)

Township 29 North, Range 13 West, NMPM

Section 17 S/2
Section 18 S/2
Section 19 All
Section 20 All
Section 21 W/2
Section 29 W/2
Section 30 All

Township 29 North, Range 14 West, NMPM

Section 13 All
Section 14 All
Section 23 E/2
Section 24 All

The following wells are - or soon will be - located, completed, and producing from these pools and in these areas and as such, are approved for commingling:

Township 29 North, Range 13 West, NMPM

RPC 17-3	API: 30-045-30938	Location: SW/4 SW/4, Section 17	Pools: PC/FRC
RPC 17-4	API: 30-045-30955	Location: SE/4 SW/4, Section 17	Pools: PC
RPC 18-3	API: 30-045-30943	Location: SE/4 SW/4, Section 18	Pools: PC/FRC
ROPCO 18-4	API: 30-045-32158	Location: SE/4 SE/4, Section 18	Pools: PC/FRC
FRPC 19-4	API: 30-045-31152	Location: SE/4 SE/4, Section 19	Pools: PC
FRPC 19-1	API: 30-045-31269	Location: NW/4 NE/4, Section 19	Pools: PC/FRC
FRPC 19-2	API: 30-045-	Location: NW/4, Section 19	Pools: PC/FRC
FRPC 19-3	API: 30-045-	Location: SW/4, Section 19	Pools: PC/FRC
Eaton White 1	API: 30-045-08097	Location: SE/4 NW/4, Section 20	Pools: PC
Eaton White 2	API: 30-045-30977	Location: NW/4 NE/4, Section 20	Pools: PC/FRC
Eaton White 3	API: 30-045-30880	Location: SE/4 SE/4, Section 20	Pools: PC
FRPC 20-3	API: 30-045-31121	Location: SW/4 SW/4, Section 20	Pools: PC/FRC
FRPC 21-3	API: 30-045-31079	Location: SW/4 SW/4, Section 21	Pools: PC/FRC
FRPC 29-2	API: 30-045-31242	Location: SW/4 NW/4, Section 29	Pools: PC/FRC
FRPC 29-3	API: 30-045-31327	Location: NE/4 SW/4, Section 29	Pools: PC/FRC
FRPC 30-1	API: 30-045-	Location: NE/4 NE/4, Section 30	Pools: PC/FRC
FRPC 30-2	API: 30-045-	Location: NW/4 NW/4, Section 30	Pools: PC/FRC
FRPC 30-4	API: 30-045-	Location: NE/4 SE/4, Section 30	Pools: PC/FRC

Township 29 North, Range 14 West, NMPM

Navajo 13-1	API: 30-045-30652	Location: NE/4 NE/4, Section 13	Pools: PC/FRC
Navajo 13-2	API: 30-045-30653	Location: SW/4 NW/4, Section 13	Pools: PC
Navajo Tribal H-5	30-045-13101	Location: SW/4 SW/4, Section 13	Pools: PC/FRC
Navajo 13-4	API: 30-045-	Location: SE/4, Section 13	Pools: PC
Navajo Tribal H-12	30-045-08363	Location: SW/4 NW/4, Section 14	Pools: PC
WF Navajo 14-1	30-045-30485	Location: NE/4 SE/4, Section 14	Pools: PC
Navajo 14-2	API: 30-045-30654	Location: SE/4 NE/4, Section 14	Pools: PC/FRC
Benally 14-3	API: 30-045-30522	Location: NE/4 SW/4, Section 14	Pools: PC/FRC
WF Navajo 23-1	30-045-30317	Location: SE/4 NE/4, Section 23	Pools: PC/FRC
Navajo 24-1	API: 30-045-	Location: NE/4, Section 24	Pools: PC/FRC
Navajo 24-2	API: 30-045-	Location: NW/4, Section 24	Pools: PC
Navajo 24-3	API: 30-045-	Location: SW/4, Section 24	Pools: PC/FRC
Navajo 24-4	API: 30-045-	Location: SE/4, Section 24	Pools: PC

These wells are located on various State of New Mexico, Navajo Tribal, U.S. Bureau of Land Management, and fee leases. All production shall be continuously metered on lease prior to commingling with other leases. Compressor fuel gas usage shall be allocated to each lease and well according to measured lease and well production rates.

REMARKS: The commingled natural gas production shall be delivered to the PNM Navajo CDP gas sales meter located on the Eaton White Well No. 1 location in the SE/4 NW/4 of

Section 20, Township 29 North, Range 13 West, NMPM, San Juan County, New Mexico. Above an agreed upon pressure, the gas shall be diverted, measured, and sold through the El Paso Bluffs CDP located in the NE/4 NE/4 of Section 29, Township 29 North, Range 13 West, NMPM, San Juan County, New Mexico.

This order shall be amended if additional gas is to be processed through this gas gathering system from additional pools in these areas or from additional wells in offsetting areas. Amendments in the future shall not require formal notification to original interest owners in the gathering system as approved by this order, but will require formal notification to all interest owners in the additional wells to be added and in the additional pools to be completed. If changes to this system in the future result in changes to the agreed upon methods of production allocation, notice of these changes shall be provided to all interest owners.

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

DONE at Santa Fe, New Mexico, on this 12th day of August 2004.



MARK E. FESMIRE, P.E.
Division Director

MEF/wvj

cc: Oil Conservation Division - Aztec
Bureau of Land Management - Farmington
State Land Office - Minerals Management
Neeley Consulting Service, LLC - Charles Neeley, PE