



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

AMENDED ADMINISTRATIVE ORDER DHC-2851-A

BP America Production Company

P.O. Box 3092

Houston, Texas 77253-3092

Attention: Mary Corley

Warren A "LS" No. 2

API No. 30-045-07353

*Unit A, Section 23, Township 28 North, Range 9 West, NMPM,
San Juan County, New Mexico.*

Aztec-Pictured Cliffs (Gas 71280),

Otero-Chacra (Gas 82329), and

Blanco-Mesaverde (Prorated Gas 72319) Pools

Dear Ms. Corley:

Reference is made to your recent application for an exception to Rule 303.A. 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 303.C., 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 and required separation of the zones is hereby placed in abeyance.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

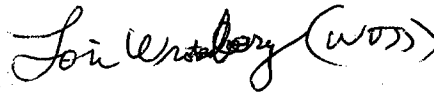
Assignment of allowable to the well and allocation of production from the well shall be on the following basis unless modified with permission of this office. Mesaverde and Pictured Cliffs production shall be as projected from this date on a fixed percentage decline rate. Chacra production shall be calculated from total well production minus the total of Mesaverde and Pictured Cliffs

production as calculated from their decline percentages. Any and all condensate production shall be allocated to the Mesaverde.

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 14th day of May, 2003.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



LORI WROTENBERY
Director

SEAL

LW/wvjj

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