



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-1137

BP America Production Company
PO Box 3092
Houston, TX 77253

Attention: Mary Corley

The above named company is hereby authorized to surface commingle Blanco-Pictured Cliffs Gas (72359) and Blanco-Mesaverde Prorated Gas (72319) Pool production from the following-acreage within Federal Lease No. SF-078139 located in San Juan County, New Mexico.

Description: NW/4 of Section 35, T-30 North, R-9 West, NMPM;
Well: Sandoval GC B Well No. 1 (API No. 30-045-09049) located in Unit D
Pool: Blanco-Pictured Cliffs Gas

Description: N/2 of Section 35, T-30 North, R-9 West, NMPM;
Well: Sandoval GC A Well No. 1B (API No. 30-045-30187) located in Unit C
Well: Sandoval GC A Well No. 1A (API No. 30-045-22294) located in Unit C
Pool: Blanco-Mesaverde Prorated Gas

Each of these wells shall have an allocation meter installed and calibrated and gas production shall be allocated back from the sales meter to each well using these allocation meter volumes.

NOTE: It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the supervisor of the Aztec district office prior to implementation of this commingling operation.

DONE at Santa Fe, New Mexico, on this 29th day of December 2004.

Mark E. Fesmire, P.E.

Director

MEF: wvjj

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