



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

ADMINISTRATIVE ORDER DHC-2907

Amoco Production Company
P.O. Box 3092
Houston, Texas 77253-3092

Attention: Ms. Mary Corley

*Mudge "B" No. 1A
API No. 30-045-23179
Unit J, Section 21, Township 31 North, Range 11 West, NMPM,
San Juan County, New Mexico.
Aztec-Pictured Cliffs (Gas - 71280) 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:

Aztec-Pictured Cliffs Gas Pool	Oil-0%	Gas-8%
Blanco-Mesaverde Gas Pool	Oil-100%	Gas-92%

Administrative Order DHC-2907
Amoco Production Company
May 4, 2001
Page 2

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 4th day of May, 2001.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION



LORI WROTENBERY
Director

SEAL

LW/DRC

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