

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor **Joanna Prukop**Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Surface Commingling Order: PLC-291

Pogo Producing Company PO Box 10340 Midland, TX 79702

Attention: Ann E. Ritchie

The above-named company is hereby authorized to surface commingle gas production from the South Laguna Salado-Bone Spring Pool (96857) and Cedar Canyon-Bone Spring Pool (11520) from the following wells located on two Federal leases in Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico:

Cypress "34" Federal Well No. 1 (API 30-015-35053) Unit P, Sec 34 Cypress "34" Federal Well No. 2H (API 30-015-35413) Unit F, Sec 34 Cypress "34" Federal Well No. 3H (API 30-015-35692) Unit K, Sec 34 All these are oil wells producing from the Cedar Canyon-Bone Spring Pool (11520) Pool

Goodnight "27" Federal Well No. 1H (API 30-015-22157) Unit N, Sec 27 This is an oil well producing from the South Laguna Salado-Bone Spring Pool (96857) Pool

Gas production from the Goodnight "27" Federal Well No. 1 shall be metered continuously prior to leaving its lease and is approved for off-lease measurement at the Cypress "34" Federal Well No. 1 sales point – which sales point is to be used for all wells in this commingle.

Liquids shall not be commingled.

The operator shall notify the Artesia district office of the Division upon commencement of commingling operations.

Done, at Santa Fe, New Mexico on September 17, 2007

MARK E. FESMIRE, P.E.,

Division Director

MEF/wvjj

cc:

Oil Conservation Division – Artesia Bureau of Land Management-Carlsbad