New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson Governor

Joanna Prukop Cabinet Secretary Reese Fullerton Deputy Cabinet Secretary Mark Fesmire Division Director Oil Conservation Division



Administrative Order DHC-4080 Order Date: 9/10/2008 Application Reference Number: pKVR0823444924

BURLINGTON RESOURCES OIL & GAS COMPANY LP PO Box 4289 FARMINGTON, NM 87499

Attention: RYAN FROST

PATTERSON Well No. 003 API No: 30-045-20654 Unit N, Section 2, Township 31 North, Range 12 West, NMPM San Juan County, New Mexico Pool: AZTEC PICTURED CLIFFS (GAS) Gas 71280 Names: BASIN FRUITLAND COAL (GAS) Gas 71629 Undesignated GLADES FRUITLAND SAND (GAS) Gas 77410

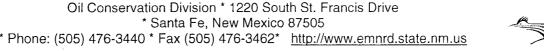
Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

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 or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with Division 303C.(1)(f), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

The production allocation percentages of oil and gas between these pools shall be supplied to the Division's Santa Fe office within 60 days following completion of this workover.

REMARKS: The operator shall notify the Division's district office upon implementation of commingling operations.



Pursuant to Rule 303C(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

MARK E. FESMIRE, P.E. Director

MEF/wvjj

cc: Oil Conservation Division – Aztec