



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Bill Richardson
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

ADMINISTRATIVE ORDER DHC-3115

BP America Production Company
P. O. Box 3092
Houston, Texas 77253

Attention: Ms. Mary Corley

*Florance Well No. 117E
API No. 30-045-24850
Unit H, Section 35, Township 29 North, Range 9 West, NMPM,
San Juan County, New Mexico
Otero-Chacra (Prorated Gas 82329), and
Basin-Fruitland Coal (Gas 71629) 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 amended with permission of the Aztec District Office and copied to this office:

Basin-Fruitland Coal Gas Pool	Oil-0%	Gas-75%
Otero-Chacra Prorated Gas Pool	Oil-100%	Gas-25%

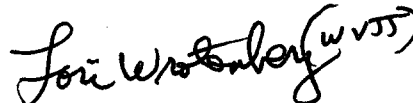
Administrative Order DHC-3115
BP America Production Company
March 4, 2003
Page 2

REMARKS: The operator shall notify the Aztec District Office of the Division upon implementation of commingling operations.

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 March 2003.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read "Lori Wrotenbery" with a stylized flourish at the end.

LORI WROTENBERY
Director

SEAL

LW/wvj

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