

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Joanna Prukop

Cabinet Secretary

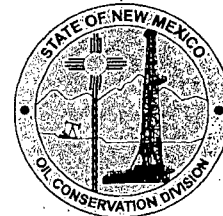
Reese Fullerton

Deputy Cabinet Secretary

Mark Fesmire

Division Director

Oil Conservation Division



Administrative Order DHC-4128

Order Date: 12/6/2008

Application Reference Number: pKVR0831842603

PRO NM ENERGY INC
460 ST MICHAELS DR, Suite 300
SANTA FE, NM 87505

Attention: JOLENE DICKS, DIRECTOR OF OPERATIONS

BISTI MAX 24 F Well No. 001E

API No: 30-045-34692

Unit N, Section 24, Township 25 North, Range 11 West, NMPM

San Juan County, New Mexico

Pool:	BASIN DAKOTA (PRORATED GAS)	Gas 71599
Names:	BISTI LOWER-GALLUP (O)	Oil 5890

Reference is made to your recent application for an exception to Rule 12.9A. 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 12.11A., 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 12.11A.(6), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

Assignment of allowable and allocation of production from the well shall be as follows:

BASIN DAKOTA (PRORATED GAS) Pool	Pct Gas: 79	Pct Oil: 71
BISTI LOWER-GALLUP (O) Pool	Pct Gas: 21	Pct Oil: 29

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

Oil Conservation Division * 1220 South St. Francis Drive

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Pursuant to Rule 12.11B., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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
Bureau of Land Management - Farmington
