

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division
COMMINGLING ORDER PC-1106

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

Attention: Ms. Mary Corley

The above-named company is hereby authorized to commingle the following pools and acreage within Section 26, Township 32 North, Range 11 West, NMPM, San Juan County, New Mexico.

Barnes Well No. 1E

Blanco-Mesaverde (Prorated Gas - 72319) &

Blanco-Pictured Cliffs (Gas – 72359) Gas Pools

API No. 30-045-25973

W/2 Dedication-Mesaverde

NW/4 Dedication-Pictured Cliffs

Barnes "LS" Well No. 4A Basin-Dakota (Gas - 71599) Pool API No. 30-045-22400 W/2 Dedication-Dakota

Due to diverse revenue interests in these two wells, gas allocation meters shall be installed on both wells prior to the custody transfer meter and used to calculate individual well sales and production. Compressor fuel gas usage shall be allocated according to the calculated well production rates.

REMARKS: The commingled natural gas production shall be delivered to a gas sales meter located on the lease.

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

DONE at Santa Fe, New Mexico, on this 3rd day of December, 2003.

LORI WROTENBERY,

Division Director

LW/DRC

cc:

Oil Conservation Division - Aztec

Bureau of Land Management - Farmington