New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson Governor

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



Administrative Order DHC-4147 Order Date: 1/30/2009 Application Reference Number: pKAA0901447264

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

Attention: Rhonda Rogers

Pool:

Names:

GRENIER A Well No. 006 API No: 30-045-20717 Unit A, Section 34, Township 30 North, Range 10 West, NMPM San Juan County, New Mexico Undesignated AZTEC FRUITLAND SAND (GAS) Gas 71200 AZTEC PICTURED CLIFFS (GAS) Gas 71280 BASIN FRUITLAND COAL (GAS) Gas 71629

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.

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.



Oil Conservation Division * 1220 South St. Francis Drive * Santa Fe, New Mexico 87505 * Phone: (505) 476-3440 * Fax (505) 476-3462* <u>http://www.emnrd.state.nm.us</u>

Administrative Order DHC-4147 BURLINGTON RESOURCES OIL & GAS COMPANY LP 1/30/2009 Page 2 of 2

Pursuant to Rule 12.11B, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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