



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-4149

Order Date: 2/24/2009

Application Reference Number: pKAA0902850259

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

Attention: Rhonda Rogers

GRENIER Well No. 021
API No: 30-045-20533
Unit K, Section 13, 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
	GLADES FRUITLAND SAND (GAS)	Gas 77410

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.

It is our understanding that ownership between at least two of these three spacing units is diverse and the method of allocation between the three pools is contained in this application. 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Pursuant to Rule 12.11B, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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/wvj

cc: Oil Conservation Division – Aztec