



State of New Mexico
Commissioner of Public Lands

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PATRICK H. LYONS
COMMISSIONER

RECEIVED

February 9, 2004

FEB 11 2004

OIL CONSERVATION
DIVISION

Southwestern Energy Production Company
2350 N. Sam Houston Parkway East, Suite 300
Houston, Texas 77032

Attention: Ms. Vonnie J. Cermin

Re: Amended Surface Commingling Application
Birds of Prey Gas Gathering System
Willow Lake; Delaware SW Pool
Eddy County, New Mexico

Dear Ms. Cermin:

We are in receipt of your letter of February 4, 2004 requesting our approval to surface commingle the gas produced from the Eagle "4" State Well No. 1 (API No. 30-015-32569), Falcon "10" Well No. 1 (API No. 30-015-32571), Red-Tailed Hawk "10-H" Well No. 1 (API No. 30-015-32773), Peregrine "10" Well No. 1 (API No. 30-015-32312) and the Shrike Fed "10-H" #1 (API No. 30-015-32914) at the Birds of Prey Gas Gathering System. It is our understanding that the oil will not be commingled and the gas will metered using an orifice meter (calibrated quarterly) before leaving the well tank battery.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Please submit a \$30.00 filing fee.

It is our understanding that you have acquired the appropriate right-of-ways required by this office.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS
COMMISSIONER OF PUBLIC LANDS

BY:
JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744
PL/JB/pm

pc: Reader File,
OCD-Attention: David Catanach