

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order DHC-4203

Order Date: 8/28/2009

Application Reference Number: pTGW0921056201

SYNERGY OPERATING LLC
PO Box 5513
FARMINGTON, NM 87499

Attention: Tom Mullins

WHITE 29 11 19 Well No. 106
API No: 30-045-33378
Unit K, Section 19, Township 29 North, Range 11 West, NMPM
San Juan County, New Mexico

Pool:	UNDES AZTEC FRUITLAND SAND (GAS)	Gas 71200
Names:	FULCHER KUTZ PICTURED CLIFFS (GAS)	Gas 77200

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:


UNDES AZTEC FRUITLAND SAND (GAS) Pool	Pct Gas: 48	Pct Oil: 48
FULCHER KUTZ PICTURED CLIFFS (GAS) Pool	Pct Gas: 52	Pct Oil: 52

REMARKS: The operator shall notify the Division's district office upon implementation of commingling operations. The operator shall verify with approved sundry to the Division's district



office that the non-productive Fruitland Coal Gas perforations have been satisfactorily squeezed prior to perforating the Fruitland Sand intervals and commingling this wellbore.

Pursuant to Rule 12.11B., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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

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