New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Daniel Sanchez Acting Division Director Oil Conservation Division

Harrison H. Schmitt Cabinet Secretary-Designate



January 18, 2011

Administrative Order DHC-4345 Application Reference Number: pTGW1101052429

Noble Energy, Inc. Attn: Jean M. Muse 5802 U.S. Hwy 64 Farmington, NM 87401

Re:	Jenney Well No. 1M
	API No. 30-039-21513

Pool:Blanco Mesaverde Gas(72319)Wild Horse Gallup (gas)(87360)Basin Dakota Gas(71599)

Dear Ms. Muse:

Reference is made to your application for an exception to Division Rule 12.9A. to permit down hole commingling of production from the subject pools within the above-described 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.

In accordance with Division Rule 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:

Blanco Mesaverde Gas Pool	Pct Gas:	Pct Oil:
	47%	30%
Wild Horse Gallup Pool	Pct Gas:	Pct Oil:
	22%	0%
Basin Dakota Gas Pool	Pct Gas:	Pct Oil:
	31%	70%

It is our understanding that the above allocation percentages are based on production history.

It is also understood that ownership of all interest in the pools from which production is being commingled is identical.

This approval is conditional upon approval by the United States Bureau of Land Management prior to commencement of commingling.

The operator shall notify the Division's Aztec 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Pursuant to Rule 12.11B, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Daniel Sanchez Acting Director

DS/db

cc: Oil Conservation Division – Aztec Untied States Bureau of Land Management