



New Mexico Energy, Minerals and Natural Resources Department

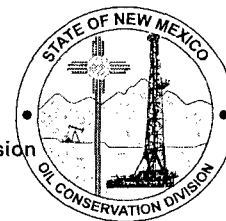
Susana Martinez

Governor

John H. Bemis
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

J. Daniel Sanchez
Acting Division Director
Oil Conservation Division



Administrative Order DHC-4349

Order Date: 3/21/2011

Application Reference Number: pTGW1107548344

CONOCOPHILLIPS COMPANY
3401 E. 30TH STREET,
FARMINGTON, NM 87402

Attention: Crystal Tafoya

SAN JUAN 28 7 UNIT Well No. 159M

API No: 30-039-25572

Unit I, Section 22, Township 28 North, Range 7 West, NMPM

Rio Arriba County, New Mexico

Pool:	BASIN FRUITLAND COAL (GAS)	Gas 71629
Names:	BLANCO P. C. SOUTH (PRORATED GAS)	Gas 72439
	BLANCO MESAVERDE (PRORATED GAS)	Gas 72319

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Pursuant to Rule 12.11B., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.



J. DANIEL SANCHEZ
Acting Director

JDS/wvjj

cc: Oil Conservation Division – Aztec
Bureau of Land Management - Farmington