

382 CR 3100 Aztec, NM 87410 (505) 333-3100 FAX: (505) 333-3280

September 19, 2007

New Mexico State Land Office Patrick Lyons Commissioner for Public Lands P.O. Box 1148 Santa Fe, NM 87504-1148

RCVD NOV 1 '07 OIL CONS. DIV. DIST. 3

RE:

Request to Downhole Commingle State Gas Com BD #1R Sec 32, T31N, R12W

San Juan County, NM

Dear Mr. Lyons,

XTO Energy, Inc. requests permission to downhole commingle the Basin Dakota and the Blanco Mesaverde Pools in the State Gas Com BD #1R upon completion of drilling. The pools to be downhole commingled are included in the New Mexico Oil Conservation Division (NMOCD) pre-approved pool combinations for downhole commingling in the San Juan Basin. Attached is XTO energy's \$30.00 check for the application fee.

Attached are forms C-102 (Well Location and Acreage Dedication Plat) and C-103 (Sundry Notice) that was filed with the NMOCD requesting permission to downhole commingle. Economic and production allocation information are included in this filing.

If you need additional information or have any questions, I may be contacted at (505) 333-3100.

Sincerely,

Holly C. Perkins Regulatory Compliance Tech

xc: Tim Welch, Ft. Worth Land