NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

AMENDED COMMINGLING ORDER PC-1023-A

XTO Energy Inc.
2700 Farmington Avenue, Building K, Suite 1
Farmington, New Mexico 87401

Attention: Mr. Darrin Steed

The above-named company is hereby authorized to commingle the following pools and acreage within Section 28, Township 28 North, Range 10 West, NMPM, San Juan County, New Mexico.

J.C. Davidson Well No. 1 Kutz-Fruitland Sand (Gas – 79600)	API No. 30-045-07213 NW/4 Dedication
J.C. Davidson Well No. 2R Fulcher Kutz-Pictured Cliffs (Gas – 77200)	API No. 30-045-30232 NW/4 Dedication
Davidson Gas Com F Well No. 1E Basin-Dakota (Prorated Gas – 71599)	API No. 30-045-24113 W/2 Dedication

Gas production from each well shall be separately metered prior to commingling. Individual well actual gas production, sales, and BTUs shall be determined using these allocation meters, the fuel gas used, the CDP volumes, and periodic BTU tests. **Compressor fuel gas usage shall be allocated according to well production rates.** Oil and water production shall not be commingled.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: The commingled natural gas production shall be delivered to a gas meter located on the lease.

FURTHER: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 6th day of September 2002.

Lori Wrotenbery

LORI WROTENBERY,
Division Director

LW/wvjj
cc: Oil Conservation Division - Aztec