

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

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BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary Mark E. Fesmire, P.E. Director Oil Conservation Division

COMMINGLING ORDER PC-1142

XTO Energy Inc. 2700 Farmington Ave Suite K-1 Farmington, NM 87401

Attention: Kelly K. Small

The above-named company is hereby authorized to commingle gas production from the Basin-Dakota Prorated Gas (71599) Pool and Basin-Fruitland Coal Gas (71629) Pools from the following two diverse ownership wells located on Federal Lease No. NMSF078089 located in San Juan County, New Mexico.

Scott E. Federal 22 Well No. 32S (API 30-045-31117) Unit E, Section 22, Township 27 North, Range 11 West, NMPM Basin-Fruitland Coal Gas Pool, W/2 Dedication

Scott Federal 27-11-22 Well No. 1 (API 30-045-30852) Unit D, Section 22, Township 27 North, Range 11 West, NMPM Basin-Dakota Prorated Gas Pool, W/2 Dedication

Each of these wells shall be equipped with a gas allocation meter that will continuously meter production prior to commingling. Gas production from each of the subject wells shall be determined by ratio utilizing allocation meter volumes and sales meter volumes. Oil production shall not be commingled.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Aztec district office of the Division upon commencement of commingling operations.

Done, at Santa Fe, New Mexico on this 1st day of March 2005.

Mark = Farman (WY)

MARK E. FESMIRE, P.E., Division Director

MEF/wvjj

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