

New Mexico Energy, Minerals and Natural Resources Department

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Deputy Cabinet Secretary

JAMI BAILEY
Division Director
Oil Conservation Division



Administrative Order DHC-4432

Order Date: 7/19/2011

Application Reference Number: pWVJ1120057380

XTO ENERGY, INC
382 ROAD 3100
AZTEC, NM 87410

Attention: Wanett McCauley

BREECH C Well No. 120
API No: 30-039-30651
Unit N, Section 12, Township 26 North, Range 6 West, NMPM
Rio Arriba County, New Mexico

Pool:	BASIN DAKOTA (PRORATED GAS)	Gas 71599
Names:	BASIN MANCOS	Gas 97232
	BLANCO-MESAVERDE (PRORATED GAS)	Gas 72319

Reference is made to your recent application for an exception to 19.15.12.9A NMAC 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 19.15.12.11A NMAC, 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 19.15.12.11A.(6) NMAC, the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

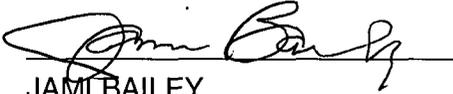
Assignment of allowable and allocation of production from the well shall be as follows:

BASIN DAKOTA (PRORATED GAS) Pool	Pct Gas: 42	Pct Oil: 16
BASIN MANCOS Pool	Pct Gas: 38	Pct Oil: 58
BLANCO-MESAVERDE (PRORATED GAS)	Pct Gas: 20	Pct Oil: 26



REMARKS: The operator shall notify the Division's district office upon implementation of commingling operations.

Pursuant to 19.15.12.11B NMAC, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.



JAMI BAILEY
Director

JB/wvjj

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