

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary

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

Jami Bailey, Division Director
Oil Conservation Division



November 25, 2014

XTO ENERGY, INC.
Attn: Mr. Jackson Dean

ADMINISTRATIVE NON-STANDARD PRORATION UNIT

Administrative Order NSP-2013
Administrative Application Reference No. pMAM1431757628

XTO ENERGY, INC.
OGRID 5380
Gallegos Well No. 13
API No. 30-045-21891

Proposed Project Area:

| <u>Description</u> | <u>Acres</u> | <u>Pool</u> | <u>Pool Code</u> |
|--|--------------|--------------|------------------|
| SE/4 of Section 35 Township 26 North, Range 11 West, San Juan County, New Mexico. | 160 | Basin Mancos | 97232 |

Reference is made to your application received on November 13, 2014.

Your application has been duly filed under the provisions of Division Rules 19.15.15.13 NMAC and 19.15.4.12.A(3) NMAC.

A standard proration unit in the Basin Mancos Gas pool consists of 320 acres comprising a half-section. Your proposed non-standard proration unit consists of one quarter-section.

It is our understanding that you are seeking this location because the N/2 and S/2 spacing units of this section are dedicated to the Basin Dakota Pool, and approval of the proposed non-standard unit would maintain the same spacing pattern in the Basin Mancos as the Basin Dakota Pool. Also, the SW/4 of this section is dedicated to a 160-acre Basin Mancos Pool.

It is also understood that you have given due notice of this application to all persons to whom notice is required by Rule 19.15.4.12.A(3) NMAC. However, the operator has received a waiver from the affected parties in the NE/4.

Pursuant to the authority conferred by Division Rule 19.15.15.11 (B) NMAC, the above-described unorthodox location is hereby approved.

The above approvals are subject to your being in compliance with all other applicable Division rules, including, but not limited to Division Rule 19.15.5.9 NMAC.

Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on November 25, 2014



Jami Bailey
Director

JB/mam

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