NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

COMMINGLING ORDER PLC-273

XTO Energy Inc.
2700 Farmington Ave, Bldg K, Suite 1
Farmington, New Mexico 87401

Attention: Ms. Holly C. Perkins

The above-named company is hereby authorized to surface commingle gas production from the Basin-Dakota (Prorated Gas - 71599), Blanco-Mesaverde (Prorated Gas – 72319) and Otero-Chacra (Gas – 82329) Gas Pools from the following two diverse-ownership wells located on Federal and fee leases in San Juan County, New Mexico:

Baca Gas Com "A" Well No. 1A (API 30-045-26180)
Unit F, Section 26, Township 29 North, Range 10 West, NMPM
N/2 Dedication—Blanco-Mesaverde Gas Pool
NW/4 Dedication—Otero-Chacra Gas Pool

McDaniel Gas Com "B" Well No. 1E (API 30-045-23855)
Unit F, Section 26, Township 29 North, Range 10 West, NMPM
N/2 Dedication—Basin-Dakota Gas Pool

Each of the subject wells shall be equipped with an 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. Compressor fuel usage shall be allocated based upon each well's production. The total production from all wells shall be metered by a gas sales meter located in Unit F of Section 26, Township 29 North, Range 10 West, NMPM. Liquids 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 5th day of December, 2005.

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

MEF/drc

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