



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER PC-1066

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

Attention: Mr. Darrin Steed

The above named company is hereby authorized to surface commingle the following pools and acreage within Federal Lease NMNM-03380 located in Section 20, Township 27 North, Range 8 West, NMPM, San Juan County, New Mexico:

Existing Well: Florance D LS Well No. 16 API No. 30-045-11707
South Blanco-Pictured Cliffs (Prorated Gas 72439), NE/4 dedication

New Well: Florance D Well No. 4B API No. 30-045-31082
Otero-Chacra (Gas 82329), SE/4 dedication and
Blanco-Mesaverde (Prorated Gas 72319), E/2 dedication.

Condensate, water, and gas allocation between wells shall be accomplished through periodic testing. The sales points for gas and condensate shall be located on this lease.

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.

FURTHER: The operator shall notify the supervisor of the Aztec district office prior to implementation of this commingling operation.

DONE at Santa Fe, New Mexico, on this 8th day of August 2002.

Lori Wrotenbery (LWVJ)
LORI WROTENBERY,
Division Director

LW/WVJ

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