



New Mexico Energy, Minerals and Natural Resources Department

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November 8, 2011

Administrative Order PLC-350
(Originally PC-1013)

XTO Energy, Inc.
382 Road 3100
Aztec, NM 87410

Attention: Jennifer Morrow

XTO Energy, Inc ("XTO") is hereby authorized to surface commingle **gas production** from the following Pools:

Blanco Mesaverde (72319)
Basin Fruitland Coal (71629)

and from the following diversely owned wells located on Federal leases in San Juan County, New Mexico:

Owens Well No. 1 (API 30-045-10866) Unit M of Sec. 7, T-31-N, R-12-W, NMPM
San Juan County, New Mexico. [Federal Lease Number NMSF-078243].

Owens Well No. 1A (API 30-045-30130) Unit K of Sec 7, T-31-N, R-12-W, NMPM
San Juan County, New Mexico. [Federal Lease Number NMSF-078243].

Stagecoach Well No. 2 (API No.30-045-31624) Unit J of Sec. 7, T-31-N, R-12-W, NMPM. San Juan County, New Mexico [Federal Lease Number NMNM-021123].

[Note: The Stagecoach Well No. 1 (API No. 30-045-30206) was originally approved under PC-1013. This well was plugged and abandoned by the operator on January 25, 2007. The operator now requests to add the Stagecoach Well No. 2 described above in the commingling operations. This well is producing from the Basin Fruitland Coal under a different Federal Lease Number NMNM-021123 resulting in this PLC-350 approval].

The gas sales point for the commingled production shall be located in Unit M of Section 7 Township 31 North, Range 12 West. Gas production from the wells is approved for off lease measurement and sales. **Liquid production shall not be commingled.**



Gas production from the wells shall be measured continuously with calibrated allocation meters prior to commingling with production from other wells. The allocation meters shall be calibrated semi-annually.

This approval is subject to like approval by the Bureau of Land Management (BLM) before commencing the commingling operations

The producer/operator shall notify the transporter of this commingling authority.

The operator shall notify the Aztec district office of the Division upon commencement of commingling operations.

This Order supersedes Order No. PC-1013 issued on August 21, 2000.

DONE at Santa Fe, New Mexico, on November 8, 2011.


Jami Bailey
Division Director

JB/re

cc: Oil Conservation Division District Office – Aztec
Bureau of Land Management (BLM) - Farmington