

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING OF DER PLC-237

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

Attention: Mr. Ray Martin

The above-named company is hereby authorized to commingle gas production from the Basin-Dakota, (Prorated Gas - 71599) and Basin-Fruitland Coal, (Gas- 71629) Pools from the following two (2) San Juan County diverse ownership wells as detailed below.

Adair Well No. 1 (API 30-045-31805)
Unit G, Section 29, Township 29 North, Range 10 West, NMPM N/2 Dedication
Basin-Fruitland Coal Gas Pool

Black Gas Unit No. 1E (API 30-045-23857) Unit G, Section 29, 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.

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.

XTO Energy Inc. Commingling Order PLC-237 October 15, 2003 Page 2

Done, at Santa Fe, New Mexico on this 15th day of October, 2003.

LORI WROTENBERY

Division Director

LW/DRC

cc: Oil Conservation Division - Aztec