

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

AMENDED ADMINISTRATIVE ORDER DHC-2717-D

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

Attention: Mr. Darrin Steed

Jicarilla Apache Well No. 11
API No. 30-039-08149
Unit M, Section 28, Township 26 North, Range 5 West, NMPM, Rio Arriba County, New Mexico.
South Blanco-Pictured Cliffs (Prorated Gas 72439),
Otero-Chacra (Gas 82329), and
Blanco-Mesaverde (Prorated Gas 72319) Pools

Dear Mr. Steed:

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303.C., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the zones is hereby placed in abeyance.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated pool as printed in the Division's San Juan Basin Gas Proration Schedule.

Assignment of allowable to the well and allocation of production from the well shall be on the following basis unless amended with permission of the Aztec District Office and copied to this office:

South Blanco-Pictured Cliffs Prorated Gas Pool	Oil-0%	Water-0%	Gas-14%
Otero-Chacra Gas Pool	Oil-0%	Water-56%	Gas-48%
Blanco-Mesaverde Prorated Gas Pool	Oil-100%	Water-44%	Gas-38%

REMARKS: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

This amendment approved at Santa Fe, New Mexico on this 26th day of February 2003.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

LORI WROTENBERY

Director

SEAL

LW/wvjj

cc: Oil Conservation Division - Aztec

Bureau of Land Management-Albuquerque