nergy, Minerals and Natural Resources Department

Bill Richardson

Governor

Jon Goldstein Cabinet Secretary

Jim Noel **Deputy Cabinet Secretary** Mark Fesmire **Division Director** Oil Conservation Division



May 26, 2010

Administrative Order DHC-4283 Application Reference Number: pTGW1014055160

XTO Energy, Inc.

Attn: Ms. Wanett McCauley

Re:

Ohio C Gov't Well No. 2E

API No. 30-04524395

Pool:

Basin Mancos

Basin Dakota

Gas

(97232)

Pro Gas

(71599)

Dear Ms. McCauley:

Reference is made to your application for an exception to Division Rule 12.9A. to permit down hole commingling of production from the subject pools within the above-described wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 12.11A., 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.

In accordance with Division Rule 12.11A.(6), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

Assignment of allowable and allocation of production from the well shall be as follows:

Basin Mancos Gas Pool	Pct Gas:	Pct Oil:
	77%	98%
Basin Dakota Gas Pool	Pct Gas: 23%	Pct Oil: 2%



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It is our understanding that the above allocation percentages are based on last six months' production from this well as to the Basin Dakota, and historical production from the Mancos in other wells in proximate sections of this township and range.

It is also understood that ownership of all interest in the pools from which production is being commingled is identical.

The operator shall notify the Division's Aztec district office upon implementation of commingling operations.

Pursuant to Rule 12.11B, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

MARK E. FESMIRE, P.E.

Acting Director

MEF/db

cc: Oil Conservation Division – Aztec

Untied States Bureau of Land Management