

DATE IN <u>5.2.11</u>	SUSPENSE	ENGINEER <u>RE</u>	LOGGED IN <u>5.7.11</u>	TYPE <u>PC</u>	APP NO. <u>1117253657</u>
-----------------------	----------	--------------------	-------------------------	----------------	---------------------------

ABOVE THIS LINE FOR DIVISION USE ONLY

NEW MEXICO OIL CONSERVATION DIVISION
- Engineering Bureau -
1220 South St. Francis Drive, Santa Fe, NM 87505



XTO Energy
5380

Schwartzberger #5
30-045-06372

ADMINISTRATIVE APPLICATION CHECKLIST

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATION WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

Application Acronyms:

[NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]
[DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]
[PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]
[WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]
[SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]
[EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

[1] TYPE OF APPLICATION - Check Those Which Apply for [A]

[A] Location - Spacing Unit - Simultaneous Dedication
☐ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] Commingling - Storage - Measurement
☐ DHC ☐ CTB ☐ PLC ☒ PC ☐ OLS ☐ OLM

[C] Injection - Disposal - Pressure Increase - Enhanced Oil Recovery
☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] Other: Specify _____

[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or ☐ Does Not Apply

[A] ☒ Working, Royalty or Overriding Royalty Interest Owners

[B] ☐ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☒ Notification and/or Concurrent Approval by BLM or SLO
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☐ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.

[4] **CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

Jennifer Morrow
Print or Type Name

Jennifer Morrow
Signature

Sr. Regulatory Compliance Tech
Title

4/29/2011
Date

Jennifer.Morrow@xtoenergy.com
e-mail Address



April 29, 2011

Mr. Richard Ezeanyim
New Mexico Oil Conservation Division
1220 South Saint Francis Drive
Santa Fe, NM 87505

Subject: Proposed Surface Commingle
Schwerdtfeger #5 and Schwerdtfeger 21-1
San Juan County, NM

Dear Mr. Ezeanyim:

XTO Energy Inc. requests administrative approval for surface commingling of natural gas produced from the following wells: Schwerdtfeger #5 and Schwerdtfeger 21-1. These wells are located in Section 21K-Township 27N-Range 11W in San Juan County, New Mexico.

XTO plans to produce the commingled gas through a central compressor, thus lowering operating expenses and extending the economic life of the wells. This increases the ultimate recoveries on all leases. The anticipated allocated fuel production and fuel usage for the compressor is noted in the attachments.

Each well will be equipped with allocation meters that will be maintained by XTO Energy in accordance with State and Federal Regulations (Onshore Order No. 5). Produced liquids will not be surface commingled. All interest owners have been notified via certified mail, return receipt, on January 28, 2011.

The following attachments are included with this application:

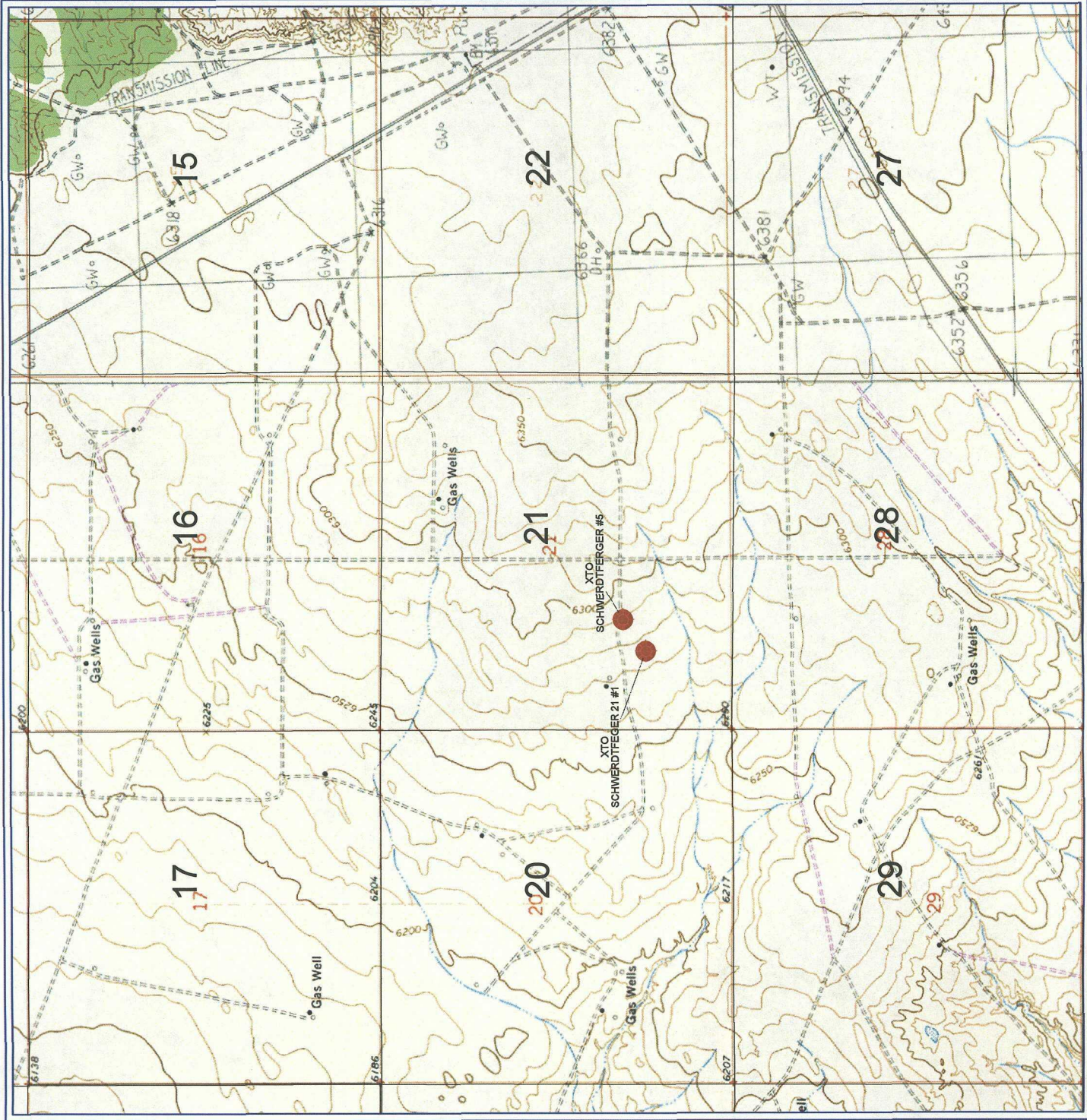
- Form C107B (application for surface commingle; diverse ownership)
- Map of all wells and their associated leases
- Form C-102 for each well (plats)
- Table of well with lease and agreement information, spacing, permits, gravities/BTU, MCF
- Schematic diagram showing all flowlines, compressors & equipment
- Details of allocation formula
- Letter to WI, NRI & ORRI owners & list of owners
- Administrative Application Checklist

Sincerely,

A handwritten signature in cursive script that reads 'Jennifer Morrow'.

Jennifer Morrow
Senior Regulatory Compliance Technician

xc: OCD, Aztec Office



XTO	XTO ENERGY
Schwertfeger #5 CDP	
Sec: 21, T27N, R11W	
W: Petra/Virginia/San Juan	
POSTED WELL DATA	
Operator	
Well Label	
SYMBOL HIGHLIGHT	
SCHWERTFEGGER #5	
WELL SYMBOLS	
Gas Well	
By: VI	
February 7, 2011	

Submit to Appropriate
District Office
State Lease - 4 copies
Fee Lease - 3 copies

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised 1-1-89

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Drawer DD, Artesia, NM 88210

DISTRICT III

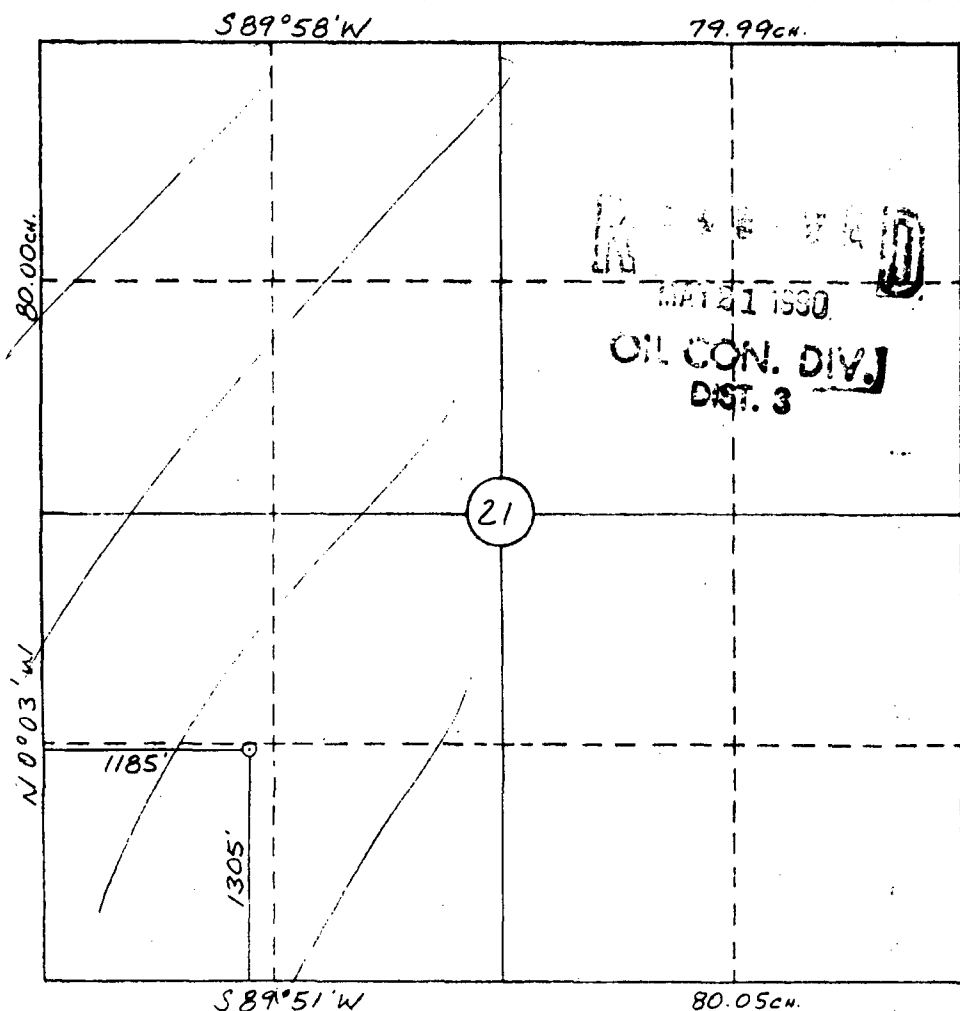
1000 Rio Brazos Rd., Aztec, NM 87410

WELL LOCATION AND ACREAGE DEDICATION PLAT

All Distances must be from the outer boundaries of the section

Operator MARATHON OIL COMPANY			Lease SCHWERTFEGER 21		Well No. 21-1
Use Letter M	Section 21	Township 27 N	Range 11 W	County San Juan	
Actual Footage Location of Well: 1305 feet from the South line and 1185 feet from the West line					
Ground level Elev. 6274	Producing Formation Fruitland Coal		Pool Basin Fruitland Coal	Dedicated Acreage: 320 Acres	
<p>1. Outline the acreage dedicated to the subject well by colored pencil or hatchure marks on the plat below.</p> <p>2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).</p> <p>3. If more than one lease of different ownership is dedicated to the well, have the interest of all owners been consolidated by communitization, unitization, force-pooling, etc.? <input type="checkbox"/> Yes <input type="checkbox"/> No If answer is "yes" type of consolidation _____ If answer is "no" list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____ No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interest, has been approved by the Division.</p>					

0 330 660 990 1320 1650 1980 2310 2640 2970 3300 3630 3960 4290 4620 4950 5280 5610 5940 6270 6600



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Signature _____
Printed Name **S. L. Atnipp**
Position **Drilling Superintendent**
Company **Marathon Oil Company**
Date **4/10/90**

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

3-8-90

Date Surveyed _____
Signature **William E. Mahnke II**
Professional Seal

Schwerdtfeger #5 CDP

Well Name	API#	Meter #	Pool	S-T-R	FNL/FSL	FEL/FWL	Lease Number	Agreement Number	Permits	Gravity	BTU	Est Daily Gas Rate
Schwerdtfeger #5	30-045-06372	22092	Pictured Cliffs	21K-27N-11W	1650' FSL	1650' FWL	NMSF-080382A	N/A	N/A	No oil	1.035	85
Schwerdtfeger 21-1	30-045-27821	22091	Fruitland Coal	21M-27N-11W	1305' FSL	1185' FWL	NMSF-080382A	N/A	N/A	No oil	0.998	126

** CDP meter will be placed on S21K-T27N-R11W
 ### CDP Meter #74008

CoName	Well Nm	Well No	API	AFInum	TVD	DL Spud	Well Typ	WI_Status	PoolNo	Pool Nm	Formation	Product	Wh_ProArea	Comp_Stati	Completion_dte	DU_Desc	Du_Acres	
XTO ENERGY, INC	SCHWERTFEGER	005	3004508372	06372	1978	16-May-51	G	A	79680	KUTZ PICTURED CLIFFS, WEST (GAS)	CLIFFS	Gas	FALSE	A	07-Jun-51	SW	160	
XTO ENERGY, INC	SCHWERTFEGER	001	3004527821	27821	2035	28-Sep-90	G	A	71629	BASIN FRUITLAND COAL (GAS)	Fruitland Coal	Gas	FALSE	A	10-Oct-90	West	320	
BH_Sec_Addt	BH_Sec	21	BH_Twpr	BH_Rng	H_Rng	Wh_FINS	Wh_Ns	Wh_FIEW	Wh_EW	Wh_Lot	Sec_Addt	Wh_Sec	Wh_Twpr	Wh_Twpr	Wh_RngN	Wh_RngD	Wh_Lat	Wh_Long
K		21	27	11	W	1650	S	1650	W		K	21	27	N	11	W	36.55799	-108.01173
M		21	27	11	W	1305	S	1185	W		M	21	27	N	11	W	36.55705	-108.01331

SURFACE COMMINGLE APPLICATION CHECKLIST

5/27/2011

Company: XTO Energy INC Contact: Jennifer Merson
 Date in: 5/2/11 Date of Request: 5/2/11

	Commingle	Battery or "Store" Location	Sales Location	Offlease?
Gas	<input checked="" type="checkbox"/>	<u>LT / LT / LT / LT / LT</u>	<u>K/21/27N/11W</u>	<input checked="" type="checkbox"/>
Oil	<input type="checkbox"/>			

Ownership: COMMINGLED Bond TYPE PLC
 Identical? ☐ Last Date: 3/8
 Diverse? ☒ Included Notice List with Dates? ☒ 1/28/11

Lease (y/n): Federal/Tribal ☒
State ☐
Fee ☐
 Allocation: Separate Continuous Metering ☒
Well Tests ☐
Subtraction ☐
Other ☐

Noticed? ☐ What Parameter for future additions?
 Future Addition: yes NONE

#	All Pool Names	NUMS	Type
1	<u>Ward KUT 2 PC</u>	<u>79680</u>	<u>Gas</u>
2	<u>Bonin FRC</u>	<u>71629</u>	<u>Gas</u>
3			
4			

API Numbers	Pools
<u>30-045-06372</u>	<u>1</u>
<u>-27821</u>	<u>2</u>

PHCA#

(NO - OFFLEASE)

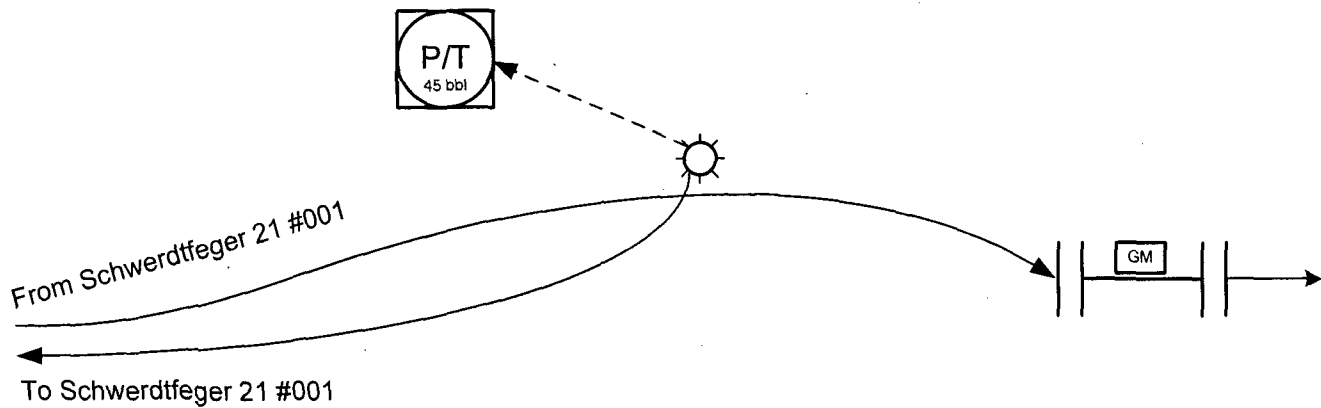
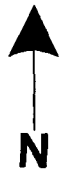
XTO ENERGY INC.

Lease: SCHWERTDFEGER #005

Location: SEC. 21, T27N,R11W, UNIT K

Federal Agreement #: NMSF080382A

API # 30-045-06372



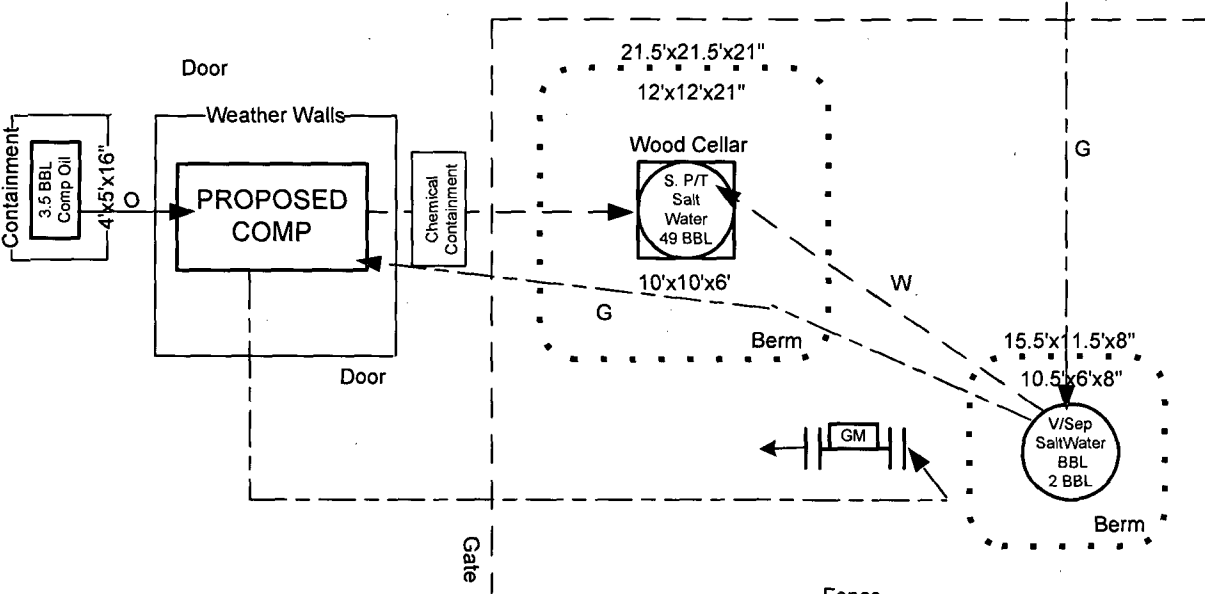
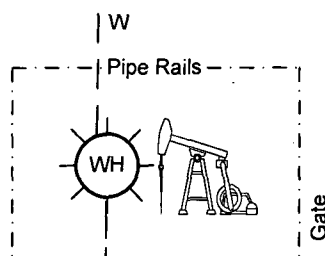
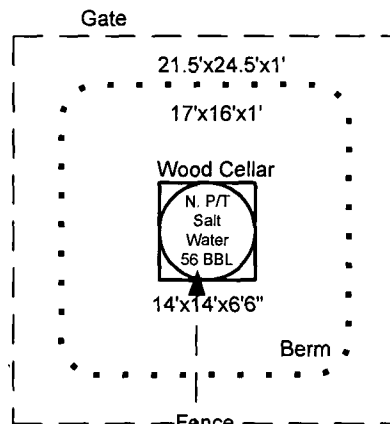
General sealing of valves, sales by tank gauging
Production phase: Drain valve D1 and sales valve S1 sealed closed.
Sales phase: Drain valve D1 sealed closed. Sales valve S1 open.
Draining phase: Drain valve D1 open. Sales valve S1 closed.

This lease is subject to the site security plan for San Juan Basin Area. The plan is located at:

XTO ENERGY INC.
382 Road 3100
Aztec, NM 87410

Well Name: Schwerdtfeger # 21-1
 Field: San Juan County NM
 Lease #: Lease # NMSF-80382A, API # 30-045-27821
 Section: NW/SW Sec. 21 (M), T-27N, R-11W
 CA # If Applicable : N/A
 Updated: 2-17-10

Drainage



Production
 Gas
 Oil
 Water
 Equalizing Line
 Catch Basin-

General sealing of valves, sales by tank gauging
 Production phase: Drain valve D1 and sales valve S1 sealed closed.
 Sales phase: Drain valve D1 sealed closed. Sales valve S1 open.
 Draining phase: Drain valve D1 open. Sales valve S1 closed.

This lease is subject to the site security plan for San Juan Basin Area. The plan is located at:
 XTO ENERGY INC.
 382 Road 3100
 Aztec, NM 87410

SCHWERDTFEGER #5 CDP

Proposed Allocation Procedure

Base Data:

W = Gas Volume (Mcf) from allocation meters at individual wells during allocation period

X = Gas Volume (Mcf) from CDP Sales Meter during allocation period

Y = BTU's from CDP Sales Meter during allocation period

Allocation Period is typically a calendar month and will be the same for all wells.

1. Individual Well Gas Production = A + B + C + D + E

A = Allocated Sales Volume, Mcf = $(W / \text{SUM } W) \times X$
(individual well volume divided by the sum of the well volumes; multiplied by total from CDP)

B = On lease fuel usage, Mcf. Determined from equipment specifications and operating conditions.

C = Purged and/or vented gas from well and/or lease equipment, Mcf. Calculated using equipment specifications and pressures.

D = Allocated fuel from gathering system equipment. The total fuel required to operate gathering system equipment will be allocated to the individual wells benefiting from the equipment using allocation factors determined by $W / \text{SUM } W$ for the wells involved.

E = Allocated volume of gas lost and/or vented from the gathering system and/or gathering system equipment, Mcf. The total volume will be determined using industry accepted procedures for the conditions existing at the time of the loss. All volumes corresponding to liquid condensation within the gathering system will also be determined. The total volume lost and/or vented will be allocated to the individual wells affected using factors determined by $W / \text{SUM } W$.

2. Allocated Individual Well BTU's = $((W \times \text{Individual well BTW} / \text{SUM } (@ \times \text{individual well BTU})) \times Y$. Individual well gas heating values to be determined in accordance with BLM regulations (currently Onshore Order #5).

Compressor Information		
Location:	Schwerdtfeger #5	
Lat/Long:	36.55785/108.01187	
Manufacturer:	Caterpillar	
Engine:	G3306NA	
Horse Power:	90	
Fuel Usage:		
100%	21.6	mcf/d
75%	18.3	mcf/d
50%	15.1	mcf/d



January 28, 2011

RE: Notice to Working and Royalty Interest Owners
Application to Surface Commingle Gas Production
San Juan County, New Mexico

XTO Energy Inc. is applying to the New Mexico Oil Conservation Division (NMOCD) for approval to surface commingle gas production from the Schwerdtfeger #5 and Schwerdtfeger 21-1. NMOCD requires that all interest owners be notified of plans to surface commingle when ownership is different between wells.

Produced gas from each well will be measured separately prior to being commingled. We plan to produce the commingled gas through a shared compressor. Produced liquids will not be surface commingled. In the future, additional wells, pools, and acreage may be added to this surface commingle or this gathering system.

If you need additional information, or have any questions, please contact me at (505) 333-3682. If you have an objection to our application, you must file a protest in writing to the NMOCD Santa Fe office at 1220 South Saint Francis Drive, Santa Fe, NM 87505 within 20 days from the date of this letter. If there are no objections raised, an application will be submitted to NMOCD at that time.

Sincerely,

A handwritten signature in cursive script that reads 'Jennifer Morrow'.

Jennifer Morrow
Senior Regulatory Compliance Technician

Xc: Well Files
FW Land Department
NMOCD, Aztec

AMY L FERN
719 12TH AVE
HONOLULU, HI 968162247
SCHWERDTFEGE 05 CDP JM Reg

AMY L FERN
719 12TH AVE
HONOLULU, HI 968162247
SCHWERDTFEGE 05 CDP JM Reg

AMY L FERN
719 12TH AVE
HONOLULU, HI 968162247
SCHWERDTFEGE 05 CDP JM Reg

ANITA C LUKE
3216 KAOHINANI DR
HONOLULU, HI 968171041
SCHWERDTFEGE 05 CDP JM Reg

ANITA C LUKE
3216 KAOHINANI DR
HONOLULU, HI 968171041
SCHWERDTFEGE 05 CDP JM Reg

ANITA C LUKE
3216 KAOHINANI DR
HONOLULU, HI 968171041
SCHWERDTFEGE 05 CDP JM Reg

BURDOCK LIMITED COMPANY A NM
LIMITED LIABILITY CO
PO BOX 90428
ALBUQUERQUE, NM 871990428
SCHWERDTFEGE 05 CDP JM Reg

BURDOCK LIMITED COMPANY A NM
LIMITED LIABILITY CO
PO BOX 90428
ALBUQUERQUE, NM 871990428
SCHWERDTFEGE 05 CDP JM Reg

BURDOCK LIMITED COMPANY A NM
LIMITED LIABILITY CO
PO BOX 90428
ALBUQUERQUE, NM 871990428
SCHWERDTFEGE 05 CDP JM Reg

C B HARRISON JR
18333 PRESTON RD STE 188
DALLAS, TX 752520000
SCHWERDTFEGE 05 CDP JM Reg

C B HARRISON JR
18333 PRESTON RD STE 188
DALLAS, TX 752520000
SCHWERDTFEGE 05 CDP JM Reg

C B HARRISON JR
18333 PRESTON RD STE 188
DALLAS, TX 752520000
SCHWERDTFEGE 05 CDP JM Reg

C. JOSEPH CAIN
6001 WESTSIDE DRIVE
AUSTIN, TX 787310000
SCHWERDTFEGE 05 CDP JM Reg

C. JOSEPH CAIN
6001 WESTSIDE DRIVE
AUSTIN, TX 787310000
SCHWERDTFEGE 05 CDP JM Reg

C. JOSEPH CAIN
6001 WESTSIDE DRIVE
AUSTIN, TX 787310000
SCHWERDTFEGE 05 CDP JM Reg

COOKSEY FAMILY TRUST ROBERT A
COOKSEY, TRUSTEE
4925 GREENVILLE, BOX 92
DALLAS, TX 752060000
SCHWERDTFEGE 05 CDP JM Reg

COOKSEY FAMILY TRUST ROBERT A
COOKSEY, TRUSTEE
4925 GREENVILLE, BOX 92
DALLAS, TX 752060000
SCHWERDTFEGE 05 CDP JM Reg

COOKSEY FAMILY TRUST ROBERT A
COOKSEY, TRUSTEE
4925 GREENVILLE, BOX 92
DALLAS, TX 752060000
SCHWERDTFEGE 05 CDP JM Reg

DEE T TOGIKAWA
3060 WESTVIEW CT
LAKE OSWEGO, OR 970340000
SCHWERDTFEGE 05 CDP JM Reg

DEE T TOGIKAWA
3060 WESTVIEW CT
LAKE OSWEGO, OR 970340000
SCHWERDTFEGE 05 CDP JM Reg

DEE T TOGIKAWA
3060 WESTVIEW CT
LAKE OSWEGO, OR 970340000
SCHWERDTFEGE 05 CDP JM Reg

DOROTHY LYUM PARK
1116 A CLIO ST
HONOLULU, HI 968222701
SCHWERDTFEGE 05 CDP JM Reg

DOROTHY LYUM PARK
1116 A CLIO ST
HONOLULU, HI 968222701
SCHWERDTFEGE 05 CDP JM Reg

DOROTHY LYUM PARK
1116 A CLIO ST
HONOLULU, HI 968222701
SCHWERDTFEGE 05 CDP JM Reg

EARL L YEAKEL III
P O BOX 164196
AUSTIN, TX 787164196
SCHWERDTFEGE 05 CDP JM Reg

EARL L YEAKEL III
P O BOX 164196
AUSTIN, TX 787164196
SCHWERDTFEGE 05 CDP JM Reg

EARL L YEAKEL III
P O BOX 164196
AUSTIN, TX 787164196
SCHWERDTFEGE 05 CDP JM Reg

ELSR LP BENGALJONES GROUP LLC,
GENERAL PARTNER
8080 NORTH CENTRAL EXPWY #1420
DALLAS, TX 752060000
SCHWERDTFEGE 05 CDP JM Reg

ELSR LP BENGALJONES GROUP LLC,
GENERAL PARTNER
8080 NORTH CENTRAL EXPWY #1420
DALLAS, TX 752060000
SCHWERDTFEGE 05 CDP JM Reg

ELSR LP BENGALJONES GROUP LLC
GENERAL PARTNER
8080 NORTH CENTRAL EXPWY #1420
DALLAS, TX 752060000
SCHWERDTFEGE 05 CDP JM Reg

GROVER FAMILY LP ATTN: ARDEN R
GROVER
P O BOX 3666
MIDLAND, TX 797023666
SCHWERDTFEGER 05 CDP JM Reg

GROVER FAMILY LP ATTN: ARDEN R
GROVER
P O BOX 3666
MIDLAND, TX 797023666
SCHWERDTFEGER 05 CDP JM Reg

GROVER FAMILY LP ATTN: ARDEN R
GROVER
P O BOX 3666
MIDLAND, TX 797023666
SCHWERDTFEGER 05 CDP JM Reg

HDBC INVESTMENTS LIMITED
PO BOX 12766
DALLAS, TX 752250000
SCHWERDTFEGER 05 CDP JM Reg

HDBC INVESTMENTS LIMITED
PO BOX 12766
DALLAS, TX 752250000
SCHWERDTFEGER 05 CDP JM Reg

HDBC INVESTMENTS LIMITED
PO BOX 12766
DALLAS, TX 752250000
SCHWERDTFEGER 05 CDP JM Reg

HENRY HUNG PUI CHUN REV TRUST
HENRY HUNG PUI CHUN
2137 LILIHA ST.
HONOLULU, HI 968171639
SCHWERDTFEGER 05 CDP JM Reg

HENRY HUNG PUI CHUN REV TRUST
HENRY HUNG PUI CHUN
2137 LILIHA ST.
HONOLULU, HI 968171639
SCHWERDTFEGER 05 CDP JM Reg

HENRY HUNG PUI CHUN REV TRUST
HENRY HUNG PUI CHUN
2137 LILIHA ST.
HONOLULU, HI 968171639
SCHWERDTFEGER 05 CDP JM Reg

HONUA OLA MAU LLC
PO BOX 1831
HONOLULU, HI 968050000
SCHWERDTFEGER 05 CDP JM Reg

HONUA OLA MAU LLC
PO BOX 1831
HONOLULU, HI 968050000
SCHWERDTFEGER 05 CDP JM Reg

HONUA OLA MAU LLC
PO BOX 1831
HONOLULU, HI 968050000
SCHWERDTFEGER 05 CDP JM Reg

JANE G K HEW
2233 HOONANEA ST
HONOLULU, HI 968220000
SCHWERDTFEGER 05 CDP JM Reg

JANE G K HEW
2233 HOONANEA ST
HONOLULU, HI 968220000
SCHWERDTFEGER 05 CDP JM Reg

JANE G K HEW
2233 HOONANEA ST
HONOLULU, HI 968220000
SCHWERDTFEGER 05 CDP JM Reg

JOHN LAWRENCE KOLIVAS &
DEANNA L CARPENTER KOLIVAS
PO BOX 89368
HONOLULU, HI 968150000
SCHWERDTFEGER 05 CDP JM Reg

JOHN LAWRENCE KOLIVAS &
DEANNA L CARPENTER KOLIVAS
PO BOX 89368
HONOLULU, HI 968150000
SCHWERDTFEGER 05 CDP JM Reg

JOHN LAWRENCE KOLIVAS &
DEANNA L CARPENTER KOLIVAS
PO BOX 89368
HONOLULU, HI 968150000
SCHWERDTFEGER 05 CDP JM Reg

LORINNA J SCHMIDT
2333 KAPIOLANI BLVD #2
HONOLULU, HI 968260000
SCHWERDTFEGER 05 CDP JM Reg

LORINNA J SCHMIDT
2333 KAPIOLANI BLVD #2
HONOLULU, HI 968260000
SCHWERDTFEGER 05 CDP JM Reg

LORINNA J SCHMIDT
2333 KAPIOLANI BLVD #2
HONOLULU, HI 968260000
SCHWERDTFEGER 05 CDP JM Reg

MARK T. MITCHELL
3009 MEANDERING RIVER CT
AUSTIN, TX 787460000
SCHWERDTFEGER 05 CDP JM Reg

MARK T. MITCHELL
3009 MEANDERING RIVER CT
AUSTIN, TX 787460000
SCHWERDTFEGER 05 CDP JM Reg

MARK T. MITCHELL
3009 MEANDERING RIVER CT
AUSTIN, TX 787460000
SCHWERDTFEGER 05 CDP JM Reg

MAY RUTH GAUDIN
525 GRANADA CRESCENT
N VANCOUVER BC V7N 3A7
CANADA, . 0
SCHWERDTFEGER 05 CDP JM Reg

MAY RUTH GAUDIN
525 GRANADA CRESCENT
N VANCOUVER BC V7N 3A7
CANADA, . 0
SCHWERDTFEGER 05 CDP JM Reg

MAY RUTH GAUDIN
525 GRANADA CRESCENT
N VANCOUVER BC V7N 3A7
CANADA, . 0
SCHWERDTFEGER 05 CDP JM Reg

MMS XTO FEDERAL
C/O XTO ENERGY INC
810 HOUSTON STREET
FORT WORTH, TX 761026298
SCHWERDTFEGER 05 CDP JM Reg

MMS XTO FEDERAL
C/O XTO ENERGY INC
810 HOUSTON STREET
FORT WORTH, TX 761026298
SCHWERDTFEGER 05 CDP JM Reg

MMS XTO FEDERAL
C/O XTO ENERGY INC
810 HOUSTON STREET
FORT WORTH, TX 761026298
SCHWERDTFEGER 05 CDP JM Reg

NAN Y SCHABEL
12667 E 86TH STREET
INDIANAPOLIS, IN 462360000
SCHWERDTFEGER 05 CDP JM Reg

NAN Y SCHABEL
12667 E 86TH STREET
INDIANAPOLIS, IN 462360000
SCHWERDTFEGER 05 CDP JM Reg

NAN Y SCHABEL
12667 E 86TH STREET
INDIANAPOLIS, IN 462360000
SCHWERDTFEGER 05 CDP JM Reg

OKLAHOMA OIL COMPANY
4809 COLE STE 210
DALLAS, TX 752050000
SCHWERDTFEGER 05 CDP JM Reg

OKLAHOMA OIL COMPANY
4809 COLE STE 210
DALLAS, TX 752050000
SCHWERDTFEGER 05 CDP JM Reg

OKLAHOMA OIL COMPANY
4809 COLE STE 210
DALLAS, TX 752050000
SCHWERDTFEGER 05 CDP JM Reg

PATSY CHUN CHUN REV TRUST
PATSY CHUN CHUN TRUSTEE
2137 LILIHA ST.
HONOLULU, HI 968171639
SCHWERDTFEGER 05 CDP JM Reg

PATSY CHUN CHUN REV TRUST
PATSY CHUN CHUN TRUSTEE
2137 LILIHA ST.
HONOLULU, HI 968171639
SCHWERDTFEGER 05 CDP JM Reg

PATSY CHUN CHUN REV TRUST
PATSY CHUN CHUN TRUSTEE
2137 LILIHA ST.
HONOLULU, HI 968171639
SCHWERDTFEGER 05 CDP JM Reg

SYLVIA H TATEISHI
1 KEAHOLE PLACE #2408
HONOLULU, HI 968250000
SCHWERDTFEGER 05 CDP JM Reg

SYLVIA H TATEISHI
1 KEAHOLE PLACE #2408
HONOLULU, HI 968250000
SCHWERDTFEGER 05 CDP JM Reg

SYLVIA H TATEISHI
1 KEAHOLE PLACE #2408
HONOLULU, HI 968250000
SCHWERDTFEGER 05 CDP JM Reg

SYLVIA KALAMA & RONDA LOQUE
JTWRS
1448 YOUNG ST # 204
HONOLULU, HI 968140000
SCHWERDTFEGER 05 CDP JM Reg

SYLVIA KALAMA & RONDA LOQUE
JTWRS
1448 YOUNG ST # 204
HONOLULU, HI 968140000
SCHWERDTFEGER 05 CDP JM Reg

SYLVIA KALAMA & RONDA LOQUE
JTWRS
1448 YOUNG ST # 204
HONOLULU, HI 968140000
SCHWERDTFEGER 05 CDP JM Reg

SYLVIA KALAMA & RONDA L LOQUE
JTWRS
1448 YOUNG ST #204
HONOLULU, HI 968140000
SCHWERDTFEGER 05 CDP JM Reg

SYLVIA KALAMA & RONDA L LOQUE
JTWRS
1448 YOUNG ST #204
HONOLULU, HI 968140000
SCHWERDTFEGER 05 CDP JM Reg

SYLVIA KALAMA & RONDA L LOQUE
JTWRS
1448 YOUNG ST #204
HONOLULU, HI 968140000
SCHWERDTFEGER 05 CDP JM Reg

THOMAS SCHMIDT
PO BOX 398
KAILUA KONA, HI 967450000
SCHWERDTFEGER 05 CDP JM Reg

THOMAS SCHMIDT
PO BOX 398
KAILUA KONA, HI 967450000
SCHWERDTFEGER 05 CDP JM Reg

THOMAS SCHMIDT
PO BOX 398
KAILUA KONA, HI 967450000
SCHWERDTFEGER 05 CDP JM Reg

TIM K TOGIKAWA
350 WARD AVE #106
HONOLULU, HI 968144004
SCHWERDTFEGER 05 CDP JM Reg

TIM K TOGIKAWA
350 WARD AVE #106
HONOLULU, HI 968144004
SCHWERDTFEGER 05 CDP JM Reg

TIM K TOGIKAWA
350 WARD AVE #106
HONOLULU, HI 968144004
SCHWERDTFEGER 05 CDP JM Reg

TOMMY BOLACK AKA DUANE
THOMAS BOLACK
3901 BLOOMFIELD HIGHWAY
FARMINGTON, NM 874010000
SCHWERDTFEGER 05 CDP JM Reg

TOMMY BOLACK AKA DUANE
THOMAS BOLACK
3901 BLOOMFIELD HIGHWAY
FARMINGTON, NM 874010000
SCHWERDTFEGER 05 CDP JM Reg

TOMMY BOLACK AKA DUANE
THOMAS BOLACK
3901 BLOOMFIELD HIGHWAY
FARMINGTON, NM 874010000
SCHWERDTFEGER 05 CDP JM Reg

W D KENNEDY PROPERTIES LTD
ATTN W D KENNEDY
500 WEST TEXAS STE 655
MIDLAND, TX 797014257
SCHWERDTFEGER 05 CDP JM Reg

W D KENNEDY PROPERTIES LTD
ATTN W D KENNEDY
500 WEST TEXAS STE 655
MIDLAND, TX 797014257
SCHWERDTFEGER 05 CDP JM Reg

W D KENNEDY PROPERTIES LTD
ATTN W D KENNEDY
500 WEST TEXAS STE 655
MIDLAND, TX 797014257
SCHWERDTFEGER 05 CDP JM Reg

WESLEY K M HEU
94-457 KUAKAHI PLACE
WAIPAHU, HI 967970000

SCHWERDTFEGER 05 CDP JM Reg

WESLEY K M HEU
94-457 KUAKAHI PLACE
WAIPAHU, HI 967970000

SCHWERDTFEGER 05 CDP JM Reg

WESLEY K M HEU
94-457 KUAKAHI PLACE
WAIPAHU, HI 967970000

SCHWERDTFEGER 05 CDP JM Reg

District I
1625 N. French Drive, Hobbs, NM 88240
District II
1301 W. Grand Ave, Artesia, NM 88210
District III
1000 Rio Brazos Road, Aztec, NM 87410
District IV
1220 S. St Francis Dr, Santa Fe, NM
87505

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-107-B
Revised June 10, 2003

OIL CONSERVATION DIVISION

1220 S. St Francis Drive
Santa Fe, New Mexico 87505

Submit the original
application to the Santa Fe
office with one copy to the
appropriate District Office.

APPLICATION FOR SURFACE COMMINGLING (DIVERSE OWNERSHIP)

OPERATOR NAME: XTO Energy, Inc.

OPERATOR ADDRESS: 382 Road 3100, Aztec, New Mexico 87410

APPLICATION TYPE:

☒ Pool Commingling ☐ Lease Commingling ☐ Pool and Lease Commingling ☐ Off-Lease Storage and Measurement (Only if not Surface Commingling)

LEASE TYPE: ☐ Fee ☐ State ☒ Federal

Is this an Amendment to existing Order? ☐ Yes ☒ No If "Yes", please include the appropriate Order No. _____

Have the Bureau of Land Management (BLM) and State Land office (SLO) been notified in writing of the proposed commingling

☐ Yes ☐ No

(A) POOL COMMINGLING

Please attach sheets with the following information

(1) Pool Names and Codes	Gravities / BTU of Non-Commingled Production	Calculated Gravities / BTU of Commingled Production		Calculated Value of Commingled Production	Volumes
Basin Fruitland Coal 71629					
Kutz W Pictured Cliff 79680					

(2) Are any wells producing at top allowables? ☐ Yes ☒ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☒ Yes ☐ No.

(4) Measurement type: ☒ Metering ☐ Other (Specify)

(5) Will commingling decrease the value of production? ☐ Yes ☒ No If "yes", describe why commingling should be approved

(B) LEASE COMMINGLING

Please attach sheets with the following information

(1) Pool Name and Code.

(2) Is all production from same source of supply? ☐ Yes ☐ No

(3) Has all interest owners been notified by certified mail of the proposed commingling? ☐ Yes ☐ No

(4) Measurement type: ☐ Metering ☐ Other (Specify)

(C) POOL and LEASE COMMINGLING

Please attach sheets with the following information

(1) Complete Sections A and E.

(D) OFF-LEASE STORAGE and MEASUREMENT

Please attached sheets with the following information

(1) Is all production from same source of supply? ☐ Yes ☐ No

(2) Include proof of notice to all interest owners.

(E) ADDITIONAL INFORMATION (for all application types)

Please attach sheets with the following information

(1) A schematic diagram of facility, including legal location.

(2) A plat with lease boundaries showing all well and facility locations. Include lease numbers if Federal or State lands are involved.

(3) Lease Names, Lease and Well Numbers, and API Numbers.

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE: Jennifer Morrow TITLE: Sr. Regulatory Compliance Tech DATE: 4/29/2011

TYPE OR PRINT NAME: Jennifer Morrow TELEPHONE NO.: (505) 333-3682

E-MAIL ADDRESS: Jennifer_Morrow@xtoenergy.com