



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER PLC-181

Cross Timbers Operating Company
2700 Farmington Avenue
Building K, Suite 1
Farmington, New Mexico 87401

Attention: Mr. Darrin L. Steed

The above named company is hereby authorized to commingle Otero-Chacra/Blanco-Mesaverde (Gas – 82329, Prorated Gas – 72319) and Basin-Dakota (Prorated Gas – 71599) Gas Pool production from the following leases:

Lease: Florance No. 65 (**API No. 30-045-11921**) (Basin-Dakota Gas Pool)
Description: W/2 of Section 18; and

Lease: Florance “LS” No. 4A (**API No. 30-045-26591**) (Downhole Commingled Otero-Chacra/Blanco-Mesaverde Gas Pools)
Description: W/2 of Section 18;

Township 27 North, Range 8 West, NMPM, San Juan County, New Mexico.

Gas production shall be allocated to each well and lease by:

Gas production from the Florance “LS” No. 4A shall be determined by subtracting the metered production from the Florance No. 65 from the total gas production from both wells metered at the sales point.

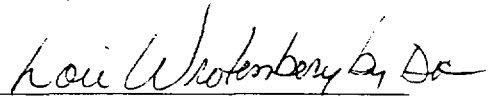
Fuel gas will be allocated equally to each well.

Each well’s liquid hydrocarbon and water production shall be kept separate and not commingled.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B of the Division Rules and Regulations and the Division “Manual for the Installation and Operation of Commingling Facilities.” It is the responsibility of the producer to notify the transporter of this commingling authority.

Administrative Order PLC-181
Cross Timbers Operating Company
February 20, 2001
Page 2

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

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery", is written over a horizontal line.

LORI WROTENBERY,
Division Director

LW/DRC

cc: Oil Conservation Division -- Aztec
Bureau of Land Management-Farmington