



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 PC-1031

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

Attention: Mr. Darrin L. Steed

LEASE: J. C. Gordon "C" No. 1 (**API No. 30-045-13237**)

Fulcher Kutz-Pictured Cliffs Gas Pool

DESCRIPTION: NW/4 of Section 23

LEASE: J. C. Gordon "C" No. 2 (**API No. 30-045-06367**)

Fulcher Kutz-Pictured Cliffs Gas Pool

DESCRIPTION: SW/4 of Section 23

LEASE: J. C. Gordon "D" No. 3 (**API No. 30-045-13044**)

Angels Peak-Gallup Pool

DESCRIPTION: N/2 SW/4 of Section 23

LEASE: J. C. Gordon "E" No. 1 (**API No. 30-045-26860**)

Basin-Fruitland Coal Gas Pool

DESCRIPTION: W/2 of Section 23

Township 27 North, Range 10 West, NMPM, San Juan County, New Mexico

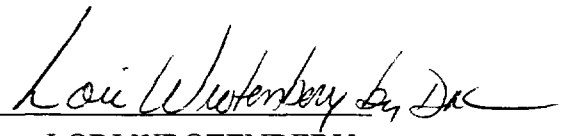
The above-named company is hereby authorized to commingle Fulcher Kutz-Pictured Cliffs (Gas – 77200), Angels Peak-Gallup Associated (Associated – 02170), and Basin-Fruitland Coal (Gas – 71629) Pool production from the above mentioned lease and to determine production by separately metering the production from each well prior to commingling. Oil production will not be commingled. Fuel gas usage will be allocated equally between the wells.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 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.

REMARKS: The commingled natural gas production shall be delivered to a gas sales meter located in the SW/4 of Section 23, Township 27 North, Range 10 West, NMPM, San Juan County, New Mexico.

FURTHER: The operator shall notify the Aztec District Office of the Division upon implementation of commingling operations.

DONE at Santa Fe, New Mexico, on this 26th day of February, 2001.



LORI WROTENBERY,
Division Director

LW/DRC

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