



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON**

Governor  
**Betty Rivera**  
Cabinet Secretary

**Lori Wrotenbery**

Director  
Oil Conservation Division

## **COMMINGLING ORDER PC-1056**

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

Attention: Mr. Darrin L. Steed

The above named company is hereby authorized to surface commingle the following pools and acreage within the same lease:

Existing Well: Dawson Federal Well No. 1 (**API No. 30-045-11873**)  
Previously Downhole Commingled in the Blanco-Mesaverde (Prorated Gas 72319) and the Basin-Dakota (Prorated Gas 71599).  
Dedicated to the W/2 of Section 26, Township 27N, Range 8W NMPM

New Well: Dawson Federal Well No. 1B (**API No. 30-045-30886**)  
Blanco-Mesaverde (Prorated Gas 72319)  
Dedicated to the W/2 of Section 26, Township 27N, Range 8W NMPM

Both wells are located in San Juan County, New Mexico. These wells all have common ownership and are located on the same Federal lease No. NMSF – 078480.

Production shall be allocated as follows: The existing Dawson Federal Well No. 1 separator shall receive combined (oil, gas, and water) flow streams from both wells. Total sales gas shall then be compressed and sold through the existing CDP. Oil shall be trucked to sales water to disposal. Oil, gas, and water production shall be allocated based on periodic individual well tests. Compressor and pumping unit fuel gas usage shall be estimated and allocated as appropriate between 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.

FURTHER: The operator shall notify the supervisor of the Aztec district office prior to implementation of this commingling operation.

*Administrative Order PC-1056*

*XTO Energy, Inc.*

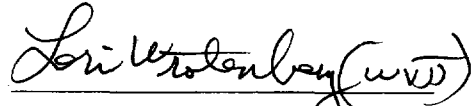
*April 12, 2002*

*Page 2*

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PROVIDING: Like approval is also required from the U.S. Bureau of Land Management.

DONE at Santa Fe, New Mexico, on this 12th day of April 2002.



LORI WROTENBERY,  
Division Director

LW/WVJ

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