

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

AMENDED COMMINGLING ORDER PC-1031-A

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 commingle the following pools within acreage detailed below all located in Section 23, Township 27 North, Range 10 West, NMPM, San Juan County, New Mexico.

J. C. Gordon "C" No. 1

API No. 30-045-13237

Fulcher Kutz-Pictured Cliffs (Gas 77200)

NW/4 Dedication

J. C. Gordon "C" No. 2

API No. 30-045-06367

Fulcher Kutz-Pictured Cliffs (Gas 77200)

SW/4 Dedication

J. C. Gordon "D" No. 3

API No. 30-045-13044

Angels Peak-Gallup (Associated 02170) Pool

N/2 SW/4 Dedication

J. C. Gordon "E" No. 1

API No. 30-045-26860

Basin-Fruitland Coal (Gas 71629) Pool

W/2 Dedication

Every well in this commingle shall have an allocation meter installed. Individual well gas sales, production, and BTUs shall be determined using these allocation meters, BTU analysis from every well, fuel gas usage, and the CDP volumes. Compressor fuel gas usage shall be allocated according to well production rates. Water and oil production shall not be commingled.

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 on the lease.

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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 6th day of September 2002.

fori Wrotenberg

LORI WROTENBERY,

Division Director

LW/wvjj

cc: Oil Conservation Division - Aztec

Bureau of Land Management - Farmington