Form 1160-5 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

5. Lease Serial No.

F	FORM APPROVED MB NO. 1004-0135
Q	MB NO. 1004-0135
Expi	es: November 30, 2000

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.				Lease Serial No. SF 077383A If Indian, Allottee or Tribe Name 7. If Unit or CA/Agreement Name and/or No.		
SUBMIT IN TRIPLIC						
t. Type of Well Oil Well 🗵 O	8. Well Name and No. (MultipleSee Attached)					
2. Name of Operator CROSS TIMBERS OPERATING	9. API Well No.					
	AVE., BLDG K, SUITE 1 3b. Phone No.(include area code)		(MultipleSee Al			
FARMINGTON, NM				10. Field and Pool, or Exploratory Area FULCHER KUTZ PICTURED CLIFFS		
Location of Well (Footage, S) (MultipleSee Attached)	Sec., T., R., M., or Survey Descri	T., R., M., or Survey Description)		11. County or Parish, and State SAN JUAN NM		
12. CHECK APPRO	OPRIATE BOX(ES) TO IND	DICATE NATURE OF NO	TICE, REI	PORT, OR OTHER DA	ATA .	
/ TYPE OF SUBMISSION		TYPE OF ACTION				
□ Notice of Intent☑ Subsequent Report□ Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Rect.	duction (Start/Resume) lamation omplete sporarily Abandon er Disposal Water Shut-Off Well Integrity SURCOM		
13. Describe Proposed or Completed Operation If the proposal is to deepen directionally on Attach the Bond under which the work will following completion of the involved operatesting has been completed. Final Abando determined that the site is ready for final in The Davidson Gas Com F #1E, J PC-1023 on 1/04/01. Submitting	r recomplete horizontally, give subsur ill be performed or provide the Bond N ations. If the operation results in a mu imment Notices shall be filed only after inspection.) J.C. Davidson #1 and J.C. Davidson by a spection.	face locations and measured and tr to, on file with BLM/BIA. Require ultiple completion or recompletion or r all requirements, including reclan vidson #2R were surface co	ue vertical de ed subsequent in a new inter- nation, have be	pths of all pertinent markers a reports shall be files within 3 val, a Form 3160-4 shall be fil een completed, and the operat	nd zones. O days ed once or has	
Je Dovidson # 11 tt. Drv. Oson jus Con 1	TD-28-28-10 2R F-28-28-1 = = 1 E- F-28-	13 - IS-10 C		FEB 2001 EDEIVED SON ON		
Electronic Submission #2374 verified by	the BLM Well Information Syst	tem for CROSS TIMBERS OF	PERATING	CQ. Sen) tothe Farmingt	on Field Office	
Committed to AFMSS for processin Name (Printed/Typed) HOI		Title	INFO	RMATION CONTACT		
	A CONTRACTOR OF THE CONTRACTOR	Date FEDERAL OR STATE O	01/30	200 EOR REC	ORD/	
Signature	THIS SPACE FOR F	FDERAL OR STATE O	FFICE	CEPTED	, 7	
	THIS OF ACE TOKE		+	CEB 3 0 500	OSFICE	

484000

Office

Conditions of approval, if any, are attached. Approval of this notice does not warrant or

certify that the applicant holds legal or equitable title to those rights in the subject lease

which would entitle the applicant to conduct operations thereon.



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

HAUL MAG V. ...

Lori Wrolenbery
Director
Oil Conservation Division

OEC 1 5 2000

COMMINGLING ORDER PC-1023

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

Attention: Mr. Ray Martin

LEASE:

J.C. Davidson Well No. 1 (API No. 30-045-07213), Davidson Gas Com F

Well No. 1E (API No. 30-045-24113), and J.C. Davidson Well No. 2R

(API No. 30-045-30232)

DESCRIPTION:

NW/4 of Section 28, Township 28 North, Range 10 West, NMPM, San

Juan County, New Mexico.

The above-named company is hereby authorized to commingle Kutz-Fruitland Sand (Gas – 79600), Basin-Dakota (Prorated Gas – 71599), and Fulcher Kutz-Pictured Cliffs (Gas – 77200) Pool production from the above mentioned lease. The production from each pool shall be separately metered by allocation meters 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 the Williams Field Services meter (#32978) located in the NW/4 of Section 28, Township 28 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 the commingling process.

Administrative Order PC-1023 Cross Timbers Operating Company December 11, 2000 Page 2

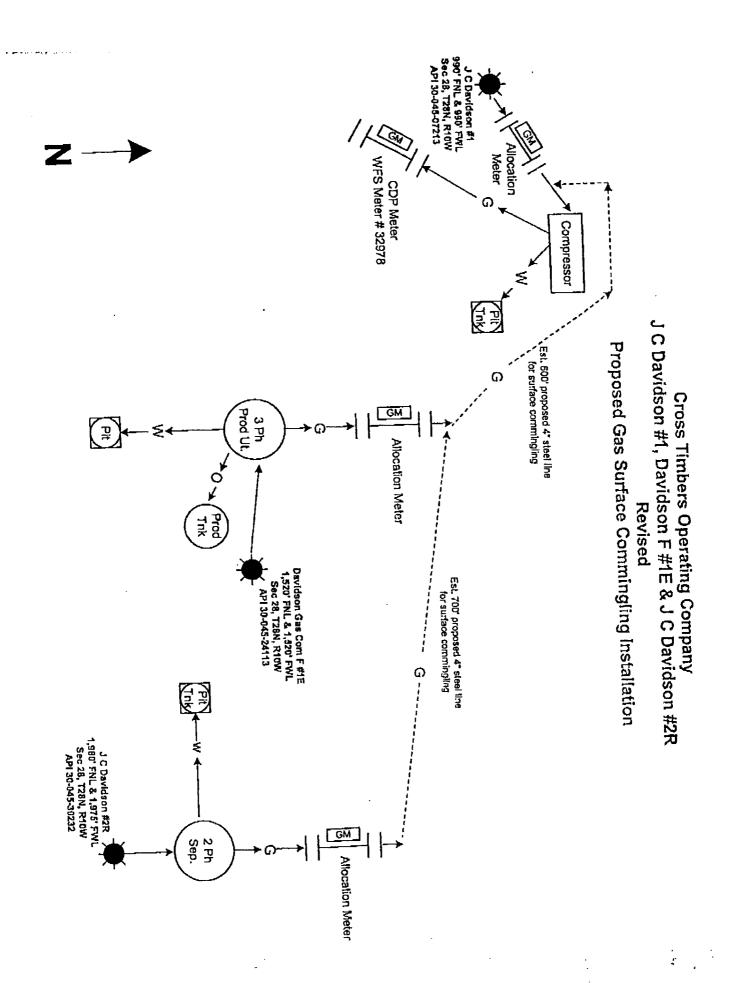
DONE at Santa Fe, New Mexico, on this 11th day of December, 2000.

LORI WROTENBE

Division Director

LW/MWA/kv

ce: Oil Conservation Division- Aztec



J C Davidson #1, Davidson Gas Com F #1E & J C Davidson #2R Revised Gas Allocation Formula

Williams Field Services meter #32978 will be the central distribution point (CDP) gas sales meter for the three wells. Allocation meters will be set on all three wells. These meters will separately measure each well's gas production.

The Davidson Gas Com F #1E gas production will be calculated as follows:

Gas Prod. = [(#1E's allocation meter vol. ÷ the sum of all 3 allocation meter vols.) x CDP sales meter vol.] + (Allocated compressor & separator fuel gas vol.)

The J. C. Davidson #2R gas production will be calculated as follows:

Gas Prod. = [(#2R's allocation meter vol. ÷ the sum of all 3 allocation meter vols.) x CDP sales meter vol.] + (Allocated compressor & separator fuel gas vol.)

The J. C. Davidson #1 gas production will be calculated as follows:

Gas Prod. = [(#1's allocation meter vol. ÷ the sum of all 3 allocation meter vols.) x CDP sales meter vol.] + (Allocated compressor fuel gas vol.)

The total fuel gas usage is estimated to be 9 MCFD for the compressor. The compressor's fuel usage will be divided equally between the three wells. During the winter if the separator's water bath's are heated, the fuel gas usage is estimated to be 1 MCFD on the two well's with separators.