



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

Administrative Commingling Order PLC-260

XTO Energy, Inc.  
2700 Farmington Ave, K-1  
Farmington, NM 87401

Attention: Holly C. Perkins

The above named company is hereby authorized to commingle gas production from existing and future wells within the following-described pools and associated areas, all located in Township 27 North, Range 11 West, NMPM, San Juan County, New Mexico.

**West Kutz-Pictured Cliffs Gas (79680) (Gas on 160 acre spacing)**

Section 11: W/2, SE/4  
Section 13: NW/4  
Section 14: S/2  
Section 15: NE/4  
Section 22: NE/4

**Basin-Dakota Prorated Gas (71599) (Gas on 320 acre spacing)**

Section 11: All  
Section 15: E/2  
Section 25: S/2

**Basin-Fruitland Coal Gas (71629) (Gas on 320 acre spacing)**

Section 11: All  
Section 13: N/2  
Section 14: All  
Section 15: E/2  
Section 25: S/2

**Gallegos-Fruitland Sand Gas (77280) (Gas on 160 acre spacing)**

Section 13: NW/4  
Section 14: S/2

**Kutz-Gallup (36550) (Oil on 40 acre spacing)**

Section 11: NW/4 NE/4, SE/4 NW/4

**South Kutz-Gallup (96852) (Oil on 80 acre spacing)**

Section 14: N/2 NE/4, E/2 NW/4

Section 15: E/2 NE/4

Section 25: E/2 SW/4

Currently these areas contain or will soon contain the following wells and completions.

| Well Name               | Well # | API#       | Sec | Unit | Pool                         | Spacing            | Permits                 |
|-------------------------|--------|------------|-----|------|------------------------------|--------------------|-------------------------|
| Fullerton Federal 11    | 41     | 3004528424 | 11  | A    | Basin Fruitland Coal         | N/2                |                         |
| Fullerton Federal       | 6E     | 3004524639 | 11  | B    | Basin Dakota/Kutz Gallup     | N/2, NW/4NE/4      | DHC 1536                |
| Fullerton Federal       | 112    | 3004531140 | 11  | C    | Basin Fruitland Coal         | N/2                |                         |
| Fullerton Federal Com   | 12     | 3004524584 | 11  | D    | Kutz W Pictured Cliffs       | NW/4               |                         |
| Fullerton Federal       | 6R     | 3004531610 | 11  | F    | Kutz Gallup                  | SE/4 NW/4          | NSL Pending?            |
| Fullerton Federal       | 111    | 3004531141 | 11  | I    | Basin Fruitland Coal         | S/2                |                         |
| Fullerton Federal 27-11 | 1      | 3004530854 | 11  | I    | Basin Dakota                 | S/2                |                         |
| Fullerton Federal Com   | 15     | 3004524649 | 11  | M    | Kutz W Pictured Cliffs       | SW/4               |                         |
| Fullerton Federal 11    | 34     | 3004529177 | 11  | O    | Kutz W Pictured Cliffs       | SE/4               |                         |
| Fullerton Federal       | 131    | 3004531145 | 13  | C    | Basin Fruitland Coal         | N/2                |                         |
| Fullerton Federal 13    | 12     | 3004529178 | 13  | E    | Gallegos FS/Kutz W PC        | NW/4               | DHC 1657                |
| Fullerton Federal 14    | 1      | 3004530855 | 14  | A    | S Kutz Gallup                | N/2NE/4            | DHC 3096                |
| Fullerton Federal       | 11     | 3004513049 | 14  | E    | S Kutz Gallup                | E/2NW/4            | DHC 1428                |
| Fullerton Federal       | 142    | 3004531144 | 14  | F    | Basin Fruitland Coal         | N/2                |                         |
| Fullerton Federal 14    | 32     | 3004528395 | 14  | G    | Basin Fruitland Coal         | N/2                |                         |
| Fullerton Federal 14    | 33     | 3004528356 | 14  | J    | Gallegos FS/Kutz W PC        | SE/4               | DHC 1750 /<br>NSL 2889A |
| Fullerton Federal       | 3      | 3004506479 | 14  | L    | Basin FTC/Gallegos FS        | S/2 SW/4           | DHC 2087                |
| Fullerton Federal 27-11 | 14     | 3004530825 | 14  | M    | Kutz W Pictured Cliffs       | SW/4               |                         |
| Fullerton Federal 15    | 41     | 3004528425 | 15  | A    | Basin Fruitland Coal         | E/2                |                         |
| Fullerton Federal 15 GD | 41     | 3004529741 | 15  | A    | Basin Dakota/S Kutz GP       | E/2 E/2NE/4        | DHC 2378                |
| Fullerton Federal       | 2J     | 3004506569 | 15  | B    | Kutz W Pictured Cliffs       | NE/4               |                         |
| Fullerton Federal       | 5E     | 3004524566 | 15  | P    | Basin Dakota                 | E/2                |                         |
| Fullerton Federal       | 151    | 3004531143 | 15  | P    | Basin Fruitland Coal         | E/2                |                         |
| Scott E Federal         | 14     | 3004524630 | 22  | A    | Kutz W Pictured Cliffs       | NE/4               |                         |
| Fullerton Federal 23 GD | 11     | 3004529740 | 25  | K    | Basin DK/Basin FTC/S Kutz GP | S/2 S/2<br>E/2SW/4 | DHC 2379                |

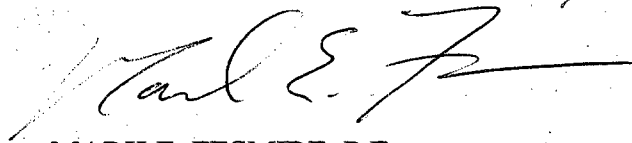
This permit shall be amended if additional pool(s) are to be added within these areas as described above or these areas as described above are to be extended.

It is our understanding that ownership is not identical. Gas production shall be allocated by separately and continuously metering the gas production from each well or group of wells with identical ownership within this gathering system. Liquid production shall not be commingled.

The sales point for gas production shall be near the well sites of the Fullerton Federal Well No. 11, in the SW/4 NW/4 of Section 14.

NOTE: It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Aztec district office of the Division upon commencement of commingling operations.

Done, at Santa Fe, New Mexico on this 15th day of September 2004.



MARK E. FESMIRE, P.E.  
Division Director

MEF/wvj

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