

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

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Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



Administrative Order DHC-4648
Order Date: November 7, 2013
Application Reference Number: pPRG1328955952

XTO Energy, Inc.
382 CR 3100
Aztec, NM 87413

Attention: Kristen Lynch

Sanchez Gas Com B Well No. 1F
API No: 30-045-35351
Unit A, Section 28, Township 29 North, Range 10 West, NMPM
San Juan County, New Mexico

Pool	BLANCO MESAVERDE	Gas	72319
Names:	ARMENTA-GALLUP	Oil	2290
	BASIN DAKOTA	Gas	71599

Reference is made to your recent application for an exception to 19.15.12.9A. NMAC of the Division Rules and Regulations to permit the above-described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of 19.15.12.11A. NMAC, and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion or otherwise required separation of the zones is hereby placed in abeyance.

In accordance with 19.15.12.11A.(6) NMAC, the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

Assignment of allowable and allocation of production from the well shall be as follows:

BLANCO MESAVERDE (GAS) POOL	Pct Gas: 30	Pct Oil: 10
ARMENTA-GALLUP OIL POOL	Pct Gas: 40	Pct Oil: 86
BASIN DAKOTA (PRORATED GAS) POOL	Pct Gas: 30	Pct Oil: 4

It is also understood that you have given due notice of this application, as defined in 19.15.4.12A.(6) NMAC, to all owners of interest when ownership is not common for the commingled zones within the spacing unit.

REMARKS: The operator shall notify the Division's district III office upon implementation of commingling operations.

Pursuant to 19.15.12.11B. NMAC, the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.



JAMI BAILEY
Director

JB/prg

cc: New Mexico Oil Conservation Division – Aztec District