New Mexico Energy, Minerals and Natural Resources Department.

Susana Martinez Governor

John H. Bemis Cabinet Secretary-Designate

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

November 8, 2011

Jami Bailey Division Director Oil Conservation Division



Administrative Order PLC-263-A

XTO Energy, Inc. 382 Road 3100 Aztec, NM 87410

Attention: Jennifer Morrow

XTO Energy, Inc ("XTO") is hereby authorized to surface commingle <u>gas production</u> from the following Pools:

Blanco Mesaverde (**72319**) Basin Fruitland Coal (**71629**)

and from the following diversely owned wells located on Federal leases in San Juan County, New Mexico:

Stanolind Gas Com B Well No. 3 (API 30-045-32250) Unit N of Sec. 9, T-32-N, R-12-W, NMPM, San Juan County, New Mexico.

Stanolind Gas Com B Well No. 4 (**API 30-045-32592**) Unit K of Sec 9, T-32-N, R-12-W, NMPM, San Juan County, New Mexico.

[Note: The Stanolind Gas Com B Well No. 1 (API No. 30-045-24149) was originally approved under PLC-263. This well was plugged and abandoned by the operator on March 8, 2007. The operator now requests to amend administrative Order PLC-263 and add the Stanolind Gas Com B Well No. 4 described above in the commingling operations].

The gas sales point for the commingled production shall be located in Unit I of Section 9 Township 32 North, Range 12 West. Gas production from the wells is approved for off lease measurement and sales. Liquid production shall not be commingled.

Gas production from the wells shall be measured continuously with calibrated allocation meters prior to commingling with production from other wells. The allocation meters shall be calibrated semi-annually.

This approval is subject to like approval by the Bureau of Land Management (BLM) before commencing the commingling operations

The producer/operator shall notify the transporter of this commingling authority.

The operator shall notify the Aztec district office of the Division upon commencement of commingling operations.

This Order supersedes Order No. PLC-263 issued on November 8, 2004

DONE at Santa Fe, New Mexico, on November 8, 2011.

Jami-Bailey

Division Director

JB/re

cc: Oil Conservation Division District Office – Aztec Bureau of Land Management (BLM) - Farmington