

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary

Pool:

Names:

Mark E. Fesmire, P.E. Director Oil Conservation Division

Administrative Order DHC-4010 Application Reference Number: pKVR0809538433

XTO ENERGY, INC 382 ROAD 3100, AZTEC, NM 87410

Attention: LORRI BINGHAM, REG COMPLIANCE TECH

JICARILLA APACHE Well No. 016EAPI No: 30-039-22434Unit A, Section 34, Township 26 North, Range 5 West, NMPMRio Arriba County, New MexicoBASIN DAKOTA (PRORATED GAS)Gas 71599BLANCO-MESAVERDE (PRORATED GAS)Undesignated OTERO CHACRA (GAS)WC Basin Mancos GasGas 97232

Reference is made to your recent application for an exception to Rule 303.A. 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 Rule 303.C., 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 Division 303C.(1)(f), the production attributed to any commingled pool within the well shall not exceed the allowable applicable to that pool.

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

BASIN DAKOTA (PRORATED GAS) Pool	Pct Gas: 54	Pct Oil: 40
WC Basin-Mancos Gas Pool	Pct Gas: 7	Pct Oil: 40
BLANCO-MESAVERDE (PRORATED GAS) Pool	Pct Gas: 33	Pct Oil: 20

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Undesignated OTERO CHACRA (GAS) Pool	Pct Gas: 6	Pct Oil: 0

These percentages shall be amended only with written permission of the Division.

REMARKS: The operator shall notify the Aztec District Office of the Division upon implementation of commingling operations.

Pursuant to Rule 303C(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Order approved at Santa Fe, New Mexico on 4/8/2008.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

a MARK E. FESMIRE, P.E. Director

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