

Bill Richardson

Governor

Joanna Prukop Cabinet Secretary Reese Fullerton Deputy Cabinet Secretary Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order DHC-4174

Order Date: 4/9/2009

Application Reference Number: pKAA0907848055

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

Attention: Lorri D. Bingham, Sr. Regulatory Compliance Technician

MORRIS GAS COM C Well No. 001Y

API No: 30-045-34738

Unit N, Section 26, Township 29 North, Range 10 West, NMPM

San Juan County, New Mexico

Pool:

ARMENTA-GALLUP (O)

Oil 2290

Names: BASIN DAKOTA (PRORATED GAS)

Gas 71599

OTERO CHACRA (GAS)

Gas 82329

BLANCO MESAVERDE (PRORATED GAS) Gas 72319

Reference is made to your recent application for an exception to Rule 12.9A. 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 12.11A., 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 12.11A.(6), 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:

ARMENTA-GALLUP (O) Pool	Pct Gas: 25	Pct Oil: 66
OTERO CHACRA (GAS) Pool	Pct Gas: 13	Pct Oil: 11
BASIN DAKOTA (PRORATED GAS) Pool	Pct Gas: 27	Pct Oil: 9
BLANCO MESAVERDE (PRORATED GAS) Pool	Pct Gas: 35	Pct Oil: 14



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

Pursuant to Rule 12.11B., the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

MARK E. FESMIRE, P.E.

Director

MEF/wvjj

cc: Oil Conservation Division - Aztec