



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

COMMINGLING ORDER PC-995

Cross Timbers Operating Company
2700 Farmington Avenue, Building K, Suite 1
Farmington, New Mexico 87401

Attention: Mr. Thomas DeLong

Lease: Duff Gas Com "C" Lease Wells No. 1 and 2
Description: Section 27, Township 30 North, Range 12 West, NMPM,
San Juan County, New Mexico.

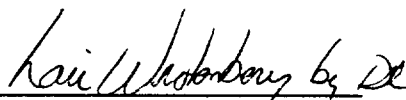
The above-named company is hereby authorized to commingle Basin-Dakota Prorated Gas (71599) and Basin-Fruitland Coal Gas (71629) Pool production in a common tank battery and in a common gas sales line, and to determine the production by metering the Basin-Dakota and allocating to the Basin-Fruitland Coal by subtracting the Basin-Dakota meter from the commingled El Paso Natural Gas meter. All commingled production must be of identical ownership including working interest, royalty interest and overriding royalty interest. Oil production will not be commingled.

FURTHER: The operator shall notify the Aztec District Office of the Division upon implementation of the commingling process.

REMARKS: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

NOTE: Commingled production shall be stored, compressed, and measured at the El Paso Natural Gas meter (#99626) located at the Duff Gas Com Lease "C" Well No. 1 in Unit M, Section 27, Township 30 North, Range 12 West, NMPM, San Juan County, New Mexico.

DONE at Santa Fe, New Mexico, on this 28th day of April, 1999.


LORI WROTENBERY,
Division Director

LW/MWA/kv
cc: Oil Conservation Division – Aztec