



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 S. PACHECO
SANTA FE, NEW MEXICO 87505
(505) 827-7131

2ND AMENDED COMMINGLING ORDER PC-268

Exxon Company, USA
P. O. Box 1600
Midland, Texas 79702-1600

Attention: Don J. Bates

LEASE NAME: F.F. Hardison "B" Lease
DESCRIPTION: SE/4 Section 27, NE/4 Section 34, Township 21 South, Range 37 East, NMPM,
Lea County, New Mexico

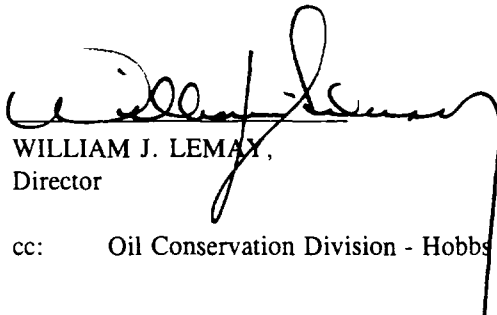
The above named company is hereby authorized to commingle Paddock, Blinebry Oil & Gas, Tubb Oil & Gas and Drinkard Pool production in a common tank battery and to determine the oil, casinghead gas, and certain gas well gas production from each pool by well testing. (If this method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.) Gas well gas production shall be separately metered.

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

NOTE: 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.

Blinebry Oil & Gas Pool gas well production from the Hardison "B" Well No. 8 shall be determined by a monthly well test.

DONE at Santa Fe, New Mexico, on this 9th day of June, 1995.


WILLIAM J. LEMAX,
Director

cc: Oil Conservation Division - Hobbs