



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

AMENDED COMMINGLING ORDER PLC-54

Texaco Exploration & Production, Inc.
P.O. Box 730
Hobbs, New Mexico 88241-0730

Attention: Mr. Russell S. Pool

The above-named company is hereby authorized to commingle Justis Blinebry (34200) Pool and Justis Tubb-Drinkard (35280) Pool production from the following leases:

Lease: State 'BB' Lease (B-1556)
Description: NW/4 NW/4, and;

Lease: State 'L' Lease (B-1328)
Description: S/2 NW/4, and;

Lease: NM 'BZ' State NCT-10 Lease (B-1583)
Description: SW/4;

all in Section 2, Township 25 South, Range 37 East, Lea County, New Mexico.

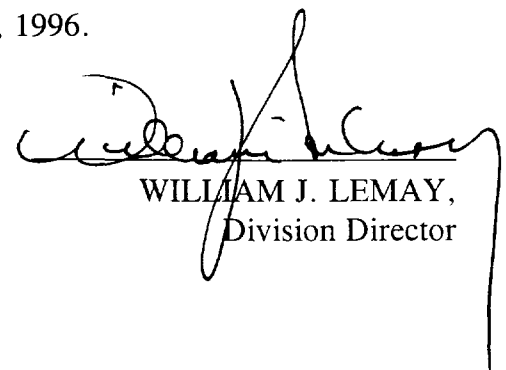
Production shall be allocated to each lease by well tests. (If this method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.)

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

FURTHER: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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: Validation of this authority shall be accomplished with like approval by the State Land Office.

DONE at Santa Fe, New Mexico, on this 11th day of March, 1996.


WILLIAM J. LEMAY,
Division Director

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March 11, 1996
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WJL/BES

cc: Oil Conservation Division - Hobbs
State Land Office - Oil & Gas Division
File PLC-54