STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 827-5800

2nd AMENDMENT - COMMINGLING ORDER CTB-374

Texaco Exploration and Production P.O. Box 730 Hobbs, NM 88241

Attention: Monte C. Duncan

The above named company is hereby authorized to commingle Vacuum Drinkard Pool production from the following leases:

Lease:	New Mexico "M" State Well Nos. 7, 9, 10
Description:	E/2 NW/4, SW/4 NW/4;
Lease: Description:	New Mexico "R" State NCT-3 Well Nos. 24, 25, 26, 27, 28, 29 SE/4, N/2 SW/4; and,
Lease:	New Mexico "L" State Well Nos. 12, 13, 14, 15
Description:	NE/4,
all in Section 1, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico, and;	
Lease:	New Mexico "R" State NCT-1 Well Nos. 13, 14, 15
Description:	N2/ NE/4, SW/4 NE/4; and,

Lease:New Mexico "AB" State Well No. 10Description:NW/4 SE/4,

both in Section 6, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico.

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

2nd Amendment - Commingling Order CTB-374 Texaco Exploration and Production, Inc. October 18, 1993 Page2

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." If is the responsibility of the producer to notify the transporter of this commingling authority.

Further, the operator shall notify the Hobbs District Office prior to the implementation of the commingling process.

REMARKS: Commingled production shall be stored in the Vacuum Drinkard Consolidated Battery located in Unit P of Section 1, Township 18 South, Range 34 East, NMPM, Lea County, New Mexico.

DONE at Santa Fe, New Mexico, on this 18th day of October, 1993

WILLIAM J. LEMAY. Division Director

cc: Oil Conservation Division - Hobbs NM State Land Office - Santa Fe (Pete Martinez)