



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

COMMINGLING ORDER CTB-332

Conoco, Inc.
P.O. Box 460
Hobbs, NM 88240

Attention: R.E. Irelan

The above-named company is hereby authorized to commingle North Dagger Draw Upper Penn Pool production from the following leases:

Lease Name: Dagger Draw Lease (Federal)
Description: NE/4, SE/4, Section 30, Township 19 South, Range 25 East, NMPM, Well Nos. 5 and 8, located respectively in Unit B, and in the SE/4 of Section 30.

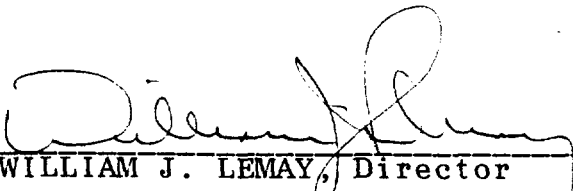
Lease Name: Dagger Draw Lease (Fee)
Description: SW/4, Section 19, Township 19 South, Range 25 East, NMPM, Well No. 4 located in Unit L, Section 19.

Both in Eddy County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each well prior to commingling.

NOTE: 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.

DONE at Santa Fe, New Mexico, on this 5th day of November, 1987.


WILLIAM J. LEMAY, Director