

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

COMMINGLING ORDER PC-1044

ROC Energy, Inc. P.O. Box 51008 Midland, Texas 79710

Attention: Ms. Pamelia D. Inskeep

Lease:L. E. Grizzell LeaseDescription:N/2 NE/4 of Section 8, Township 22 South, Range 37 East, NMPM, Lea
County, New Mexico

The above-named company is hereby authorized to commingle Penrose Skelly (Grayburg) (Oil - 50350), Paddock (Oil - 49210) and Drinkard (Oil - 19190) Pool production from the above mentioned lease and to determine production from each pool by monthly well tests.

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.

Production shall be measured and stored at a tank battery located in the NE/4 NE/4 of Section 8, Township 22 South, Range 37 East, NMPM.

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

DONE at Santa Fe, New Mexico, on this 19th day of October, 2001.

LORI WROTENBERY, Division Director

LW/DRC

cc: Oil Conservation Division- Hobbs