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 AMENDED SANTA FE, NEW MEXICO 87504 (505) 827-5800 COMMINGLING ORDER PC-481

John H. Hendrix Corporation 223 West Wall, Suite 525 Midland, Texas 79701

Attention: Ronnie H. Westbrook

LEASE NAME: Walter Lynch Lease DESCRIPTION: N/2 SW/4, SW/4 SW/4 Section 1, T-22 South, R-37 East, NMPM Lea County, New Mexico

The above-named company is hereby authorized to commingle South Brunson Drinkard Abo, Paddock, Blinebry and Wantz Granite Wash Pool production in a common tank battery and to determine the production from each pool by well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further the operator shall notify the Santa Fe Office of the Division in the event any well in the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate).

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.

REMARKS: This amendment authorizes the commingling of Paddock and Blinebry Pool production with the previously authorized commingling of Drinkard and Granite Wash Pool production.

DONE at Santa Fe, New Mexico, on this 29th day of June, 1992.

WILLIAM J. LEMAY, Division Director

cc: Oil Conservation Division- Hobbs