

NEW MEXICO OIL CONSERVATION DIVISION  
POST OFFICE BOX 2088  
SANTA FE, NEW MEXICO 87501

COMMINGLING ORDER PC-606

Gulf Oil Exploration  
P. O. Box 670  
Hobbs, New Mexico 88240

Attention: Mr. R. C. Anderson

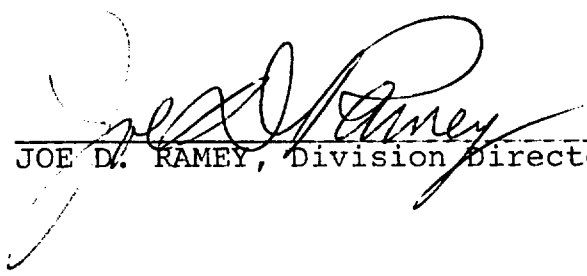
Lease Name: Lillie

Description: NW/4 of Sec. 23, T-24-S, R-37-E, Lea County

The above-named company is hereby authorized to commingle Fowler-Upper Yeso and Fowler-Montoya 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.

DONE at Santa Fe, New Mexico, on this 23rd day of October, 1981.

  
JOE D. RAMEY, Division Director