

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

COMMINGLING ORDER PC-612

ARCO Oil and Gas Company
Permian District
P. O. Box 1610
Midland, Texas 79702

Attention: J. A. Fraga, Engineer

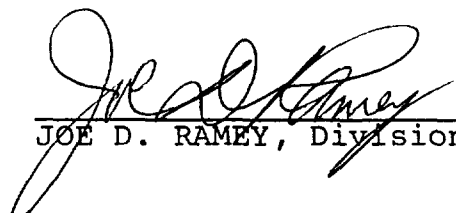
Lease Name: J. L. Keel "B"

Description: Sections 5, 6, and 8, Township 17 South,
Range 31 East, Eddy County

The above-named company is hereby authorized to commingle Fern Seven Rivers and Grayburg-Jackson 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 12th day of January, 1982.


JOE D. RAMEY, Division Director