

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

TONEY ANAYA GOVERNOR

COMMINGLING ORDER PC-675 COMMINGLING ORDER PC-675 STATE LAND OFFICE BUILDING SANTA FLAND OFFICE BUILDING SANTA FLAND OFFICE BDX 2088 STATE LAND OFFICE BDX 2088 STATE STATE

Shell Western E & P Inc. P.O. Box 579 Houston, Texas 77001

Attention: D. A. Montgomery

Lease Name: Livingston Lease

Description: NW/4 SW/4 Sec. 3 and SE/4 NE/4 Sec. 4, T-21S, R-37E, NMPM, Lea County, NM

The above-named company is hereby authorized to commingle Drinkard, Blinebry Oil & Gas, Wantz Abo and Tubb Oil & Gas 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: Drinkard and Blinebry Oil and Gas formations have previously been authorized for commingling under Administrative Order DHC-361

DONE at Santa Fe, New Mexico, on this 6th day of August, 1984.

RAMEY Director