STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS

AMENDED COMMINGLING ORDER PC-717

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Mobil Producing Texas and New Mexico, Inc. P.O. Box 633 Midland, TX 79702

Attention: G. E. Tate

Lease Name: E. O. Carson

Description: W/2 SW/4 and SE/4 SW/4 of Section 28, NW/4 and SW/4 NE/4 of Section 33, T-21 South, Range 37 East, NMPM, Lea County, New Mexico

The above-named company is hereby authorized to commingle Penrose Skelly Grayburg, Paddock and Cary 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.

REMARKS: This amended order authorizes Cary Montoya Pool production to be determined by well tests. The previous order required separately metering the Cary Montoya Pool production because the wells were capable of producing top allowable. The wells in the subject pool are no longer capable of top allowable production.

DONE at Santa Fe, New Mexico, on this 25th day of January, 1988.

WILLIAM J. LEMAY, Director

WJL/DRC/ag