



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS  
GOVERNOR

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

COMMINGLING ORDER PC-763

Phillips Petroleum Company  
4001 Penbrook  
Room 401  
Odessa, TX 79762

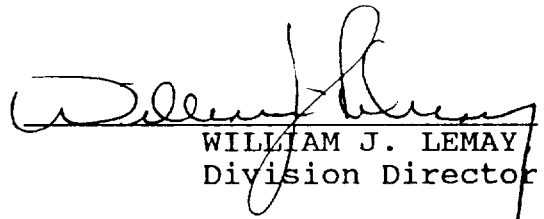
Attention: Larry M. Sanders

LEASE NAME: James "A" Lease (K-3271)  
DESCRIPTION: SW/4 NE/4, NE/4 SE/4, W/2 SE/4, NE/4 SW/4 Section  
2, Township 22 South, Range 30 East, NMPM, Eddy  
County, New Mexico.

The above-named company is hereby authorized to commingle the associated gas production from the Cabin Lake Delaware and Cabin Lake Strawn Oil Pools and to determine the gas production from each pool by separately metering the production from each pool prior to commingling.

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 October, 1989.

  
WILLIAM J. LEMAY  
Division Director