STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

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

COMMINGLING ORDER PLC-96

Jack L. Phillips 700 North Main, Suite B Gladewater, TX 75647

Attention: Randy Tomlinson

The above-named company is hereby authorized to commingle Morrow Sand and Many Gates Wolfcamp Pool production from the following leases:

LEASE NAME:

Isler Federal Well No. 4

DESCRIPTION:

SW/4 SE/4, Section 30, Township 9 South, Range 30 East;

LEASE NAME:

Isler Federal Well No. 1

DESCRIPTION:

NE/4 NE/4, Section 31, Township 9 South, Range 30 East;

LEASE NAME:

Isler Federal Well No. 3

DESCRIPTION:

SW/4 SW/4, Section 29, Township 9 South, Range 30 East; and

LEASE NAME:

Isler Federal Well No. 5

DESCRIPTION:

SE/4 SW/4, Section 29, Township 9 South, Range 30 East,

all in Chaves County, New Mexico.

Production shall be allocated to each lease by well tests. (If this method or the subtraction method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.)

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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 9th day of December, 1992.

WILLIAM J. LEMAY, Division Director

cc: Oil Conservation Division - Hobbs
US Bureau of Land Management - Roswell