



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark Fesmire, P.E.

Director

Oil Conservation Division

COMMINGLING ORDER PC-1114

Gruy Petroleum Management Company
PO Box 140907
Irving, Texas 75014-0907

Attention: Mr. Zeno Farris

The above named company is hereby authorized to surface commingle Wildcat-Morrow (Gas) and Cottonwood Draw-Upper Pennsylvanian (Gas 97354) Pool production from the following-described federal lease in Eddy County, New Mexico:

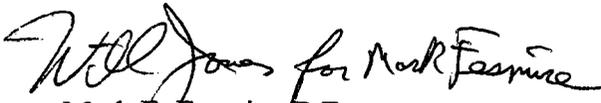
Lease: NMNM111040
Description: E/2 of Section 27, T-25 South, R-26 East, NMPM;
Well: Chosa Draw 27 Federal Well No. 1 (API No. 30-015-32918), BHL in Unit G
Pools: Wildcat-Morrow Gas & Cottonwood Draw-Upper Pennsylvanian Gas (Dual Completion)

Production shall be allocated by separately metering the gas production from each pool producing from this dually-completed well prior to commingling.

NOTE: It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the supervisor of the Artesia district office prior to implementation of this commingling operation.

DONE at Santa Fe, New Mexico, on this 1st day of June 2004.


Mark E. Fesmire, P.E.
Director

MEF: wvjj

cc: Oil Conservation Division – Artesia
Bureau of Land Management – Carlsbad