



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

*COMMINGLING ORDER PC-356-A
(AMENDED)*

John H. Hendrix Corporation
P.O. Box 3040
Midland, Texas 79702-3040

Attention: Mr. Ronnie H. Westbrook

The above named company is hereby authorized to surface commingle oil and gas production from the Penrose Skelly-Grayburg (Oil - 50350), Drinkard (Oil - 19190), Tubb Oil and Gas (Oil - 60240) and Blinebry Oil and Gas (Oil - 06660) Pools from the following-described fee lease in Lea County, New Mexico:

Lease: W. W. Weatherly Lease
Description: W/2 NE/4, NW/4 SE/4 and NE/4 SW/4 of Section 17,
Township 21 South, Range 37 East, NMPM;

Wells: W. W. Weatherly No. 3 (API No. 30-025-06646) Unit G
Blinebry Oil and Gas Pool

W. W. Weatherly No. 4 (API No. 30-025-06647) Unit K
Drinkard Pool

W. W. Weatherly No. 5 (API No. 30-025-23717) Unit B
Penrose Skelly-Grayburg Pool

W. W. Weatherly No. 6 (API No. 30-025-24178) Unit K
Penrose Skelly-Grayburg Pool

Production shall be allocated to each well on the basis of quarterly well tests.

Production shall be transported and stored at the central tank battery site located within the SW/4 NE/4 of Section 17, Township 21 South, Range 37 East, NMPM.

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

Amended Administrative Order PC-356-A
John H. Hendrix Corporation
August 25, 2004
Page 2

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

DONE at Santa Fe, New Mexico, on this 25th day of August, 2004.


Mark E. Fesmire, P.E.
Director

MEF/drc

cc: Oil Conservation Division – Hobbs