



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

COMMINGLING ORDER CTB-443

Amoco Production Company
P.O. Box 3092
Houston, Texas 77253-3092

Attention: Mr. Tom G. Tullos

The above named company is hereby authorized to commingle Happy Valley Morrow (Gas - 78060) Pool production from the following leases:

Lease: Federal 'AA' Well No.1 (Federal Lease No.NM-9545)
Description: SW/4 NW/4 and S/2 NE/4 of Section 17, and;

Lease: Federal 'BN' Well No.1(Federal Lease No.NM-13406)
Description: SE/4 NE/4 of Section 17,

both located in Township 22 South, Range 26 East, NMPM, Eddy County, New Mexico.

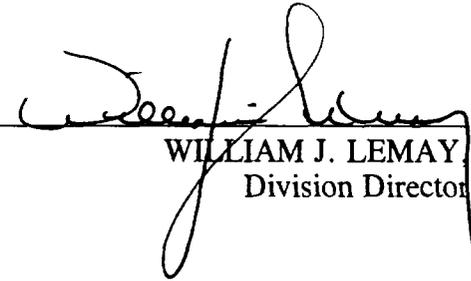
Production shall be allocated to each lease by separately metering the production from each lease prior to commingling.

REMARKS: The production shall be commingled at a common compressor facility and sales meter located in Unit Letter 'H' of Section 17, Township 22 South, Range 26 East, Eddy County, New Mexico.

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.

FURTHER: The operator shall notify the district office of the Division prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 26th day of February, 1996.


WILLIAM J. LEMAY
Division Director

WJL/BES

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