

State of New Mexico
ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT
Santa Fe, New Mexico 87505

OIL CONSERVATION DIVISION



COMMINGLING ORDER PC-899

Phillips Petroleum Company
4001 Penbrook
Odessa, Texas 79762

Attention: L.M. Sanders

LEASE NAME: Hobbs Lease
DESCRIPTION: SW/4, Section 18, Township 20 South, Range 37 East, NMPM
Lea County, New Mexico

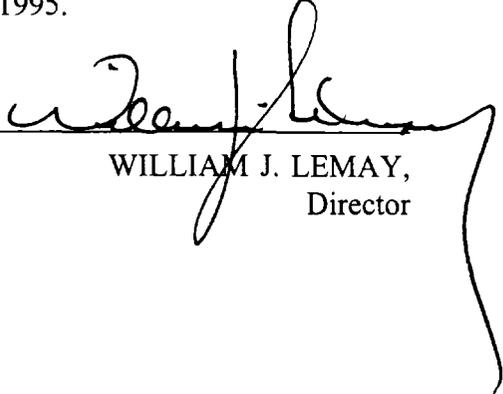
The above-named company is hereby authorized to commingle Eunice Monument (GB-SA) Pool and Eumont Gas Pool production in a common tank battery and to determine the production from each pool by separately metering the production from each pool prior to commingling. Gas production from the Eumont Gas Pool will be measured and sold separately.

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 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.

REMARKS:

DONE at Santa Fe, New Mexico, on this 31st day of January, 1995.


WILLIAM J. LEMAY,
Director

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