



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

COMMINGLING ORDER PC-939

Curtis J. Little
P.O. Box 1258
Farmington, New Mexico 87499-1258

Attention: Mr. Joe Elledge

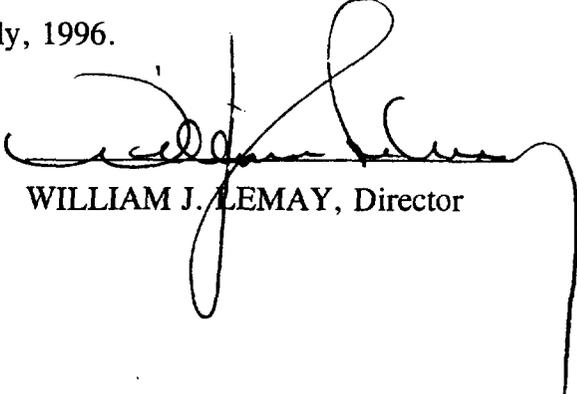
LEASE NAME: Kimbell Com Well No.1
DESCRIPTION: NW/4 of Section 23, Township 25 North, Range 6 West, NMPM,
Rio Arriba County, New Mexico

The above-named company is hereby authorized to commingle South Blanco Pictured Cliffs (Prorated Gas - 72439) and Otero Chacra (Gas - 82329) Pool production in a common tank battery and to determine production from each pool by annual well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further the operator shall notify the Santa Fe office of the Division in the event any well on the commingled battery becomes capable of the allowable production, at which time the Division will amend this order or take such other action as may be appropriate.)

The operator shall notify the Aztec 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.

DONE at Santa Fe, New Mexico, on this 30th day of July, 1996.



WILLIAM J. LEMAY, Director

WJL/BES

cc: Oil Conservation Division- Aztec
Bureau of Land Management - Farmington
Mr. Joe Elledge