



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-997

Collins & Ware, Inc.  
508 West Wall Ave., Suite 1200  
Midland, Texas 79701-5076

Attention: Dianne Sumrall

Lease: W. E. Mathers "A" Lease, Wells No. 1 and 2  
Description: Section 3, Township 12 South, Range 33 East, NMPM,  
Lea County, New Mexico.

The above-named company is hereby authorized to commingle Bagley-Pennsylvanian (03770) and Bagley-Lower Pennsylvanian Gas (71320) Pool production in a common tank battery and to determine the production by separately metering the production from each pool prior to commingling.

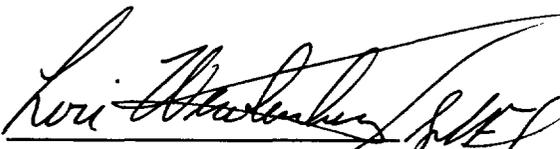
FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

REMARKS: 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.

NOTE: Commingled production shall be stored at the W. E. Mathers "A" lease in Section 3, Township 12 South, Range 33 East, NMPM, Lea County, New Mexico.

PROVIDING: Validation of this authority shall be accomplished by like approval by the U. S. Bureau of Land Management.

DONE at Santa Fe, New Mexico, on this 12th day of May, 1999.

  
LORI WROTENBERY,  
Division Director

LW/MWA/kv

cc: Oil Conservation Division - Hobbs  
U. S. Bureau of Land Management - Roswell