



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER PC-1016

Gruy Petroleum Management Co.
600 East Las Colinas Blvd. Suite 1100
Irving, Texas 75014-0907

Attention: Mr. Zeno Farris

Lease: Empire 20 Federal Com Well No. 2 (API No. 30-015-31046) (Federal Lease No. LC-067132)

Description: SW/4 SE/4 of Section 20, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico.

The above-named company is hereby authorized to commingle Turkey Track-Atoka (Gas – 86445) and Turkey Track-Morrow (Gas – 86480) Pool production and to determine the production from each pool by separately metering the production from each pool prior to commingling. Oil production will not be commingled.

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: The commingled gas production shall be delivered to the LG&E sales meter located at the Empire 20 Federal Com Well No. 2 in SW/4 SE/4 of Section 20, Township 18 South, Range 29 East, NMPM, Eddy County, New Mexico.

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

PROVIDING: Like approval from the U.S. Bureau of Land Management is also required.

Division Order PC-1016
Gruy Petroleum Management Co.
August 28, 2000
Page 2

DONE at Santa Fe, New Mexico, on this 28th day of August, 2000.



LORI WROTENBERY,
Division Director

LW/MWA/kv

cc: Oil Conservation Division- Artesia
U.S. Bureau of Land Management – Farmington