ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



COMMINGLING ORDER CTB-322

POST OFFICE BOX 2086 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87501 (505) 827-5800

Burnett Oil Company, Inc. 1500 Interfirst Tower 801 Cherry Street Fort Worth, Texas 76102

Attention: J. C. McPhaul

The above-named company is hereby authorized to commingle Square Lake Grayburg San Andres pool production from the following leases:

Lease Name: Gissler Lease

Description: SW/4 SE/4, Sec. 11, T-17-S, R-30-E

Lease Name: Gissler "A" Lease

Description: SE/4 SE/4, Sec. 11, T-17-S, R-30-E

both in Eddy County, New Mexico.

Production shall be allocated to each lease by well tests. (If this method or the subtraction method above is to be authorized, all commingled production must be of identical ownership: working interest, royalty interest, and overriding royalty interest.)

NCTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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: Off-lease storage for the Gissler lease has previously been approved by Order No. OLS-159, and shall remain in effect for the Gissler "A" lease as well.

DOME at Santa Fe, New Mexico, on this 9th day of February, 1987.

WILLIAM J. LEMAY Director

cc: QCD - Artesia File OLS-159