STATE OF NEW MEXICO



ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

TONEY ANAYA GOVERNOR

February 20, 1985

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

COMMINGLING ORDER CTB-312

Sun Exploration and Production Co. Clay Desta Plaza P. O. Box 1861 Midland, Texas 79702-9970

Attention: Dee Ann Kemp

The above-named company is hereby authorized to commingle Bagley-Siluro/Devonian pool production from the following leases:

State C A/C 1 Lease Name:

NW/4 NE/4 and E/2 NW/4, Sec. 2, T-12-S, Description:

R-33-E, Lea County, New Mexico

Lease Name: State BD

E/2 NE/4, Sec. 2, T-12-S, R-33-E, Description:

Lea 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 interest, royalty ownership: working interest, overriding royalty interest.

NOTE: 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.

DONE at Santa Fe, New Mexico, on this 19th day of

February, 1985.

Oil Conservation Division - Hobbs State Land Office, Attention: Ray Graham Oil & Gas Engineering Committee - Hobbs