



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-1051

Texaco Exploration & Production, Inc.
P.O. Box 3109
Midland, Texas 79702

Attention: Mr. Bobby J. Hill

Lease: New Mexico "E" State NCT-1 Lease
Description: NW/4 SW/4, SE/4 SW/4 of Section 1, Township 20 South, Range 36 East,
NMPM, Lea County, New Mexico

The above-named company is hereby authorized to commingle Monument-Blinebry (Oil – 46990) and Monument-Abo (Oil – 46970) Pool production from the above-described lease and to determine the production from each pool by monthly well tests.

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.

Oil and water production shall be commingled and stored at a tank battery located on the New Mexico "E" State NCT-1 Lease in the SE/4 SW/4 of Section 1. Gas production shall be commingled and sold through a gas sales meter located at this battery site.

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

DONE at Santa Fe, New Mexico, on this 7th day of January, 2002.

LORI WROTENBERY,
Division Director

LW/DRC

cc: Oil Conservation Division- Hobbs
State Land Office-Oil & Gas Division