

NEW MEXICO OIL CONSERVATION DIVISION
POST OFFICE BOX 2088
SANTA FE, NEW MEXICO 87501

COMMINGLING ORDER CTB- 280

Company: William N. Beach-Oil
Address: P. O. Box 3669
City, State, Zip: Midland, Texas 79702

Attention: Carl C. Beach

The above-named company is hereby authorized to commingle
East Red Lake Queen-Grayburg

pool production from the following leases:

Lease Name: N.M. State 35
Description: NE/4 of Sec. 35, T-16-S, R-28-E, NMPM

Lease Name: N.M. State 36
Description: N/2 of Sec. 36, T-16-S, R-28-E, NMPM

Lease Name:
Description:

Production shall be allocated to each lease by

separately metering the production from each lease prior to
commingling

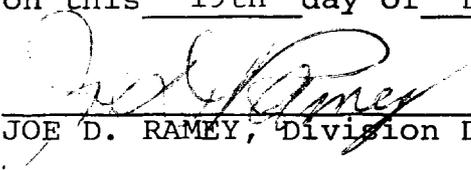
separately metering the production from the
and determining the
production by the subtraction method

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)

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.

REMARKS: Well tests shall be conducted semi-annually and results
thereof filed on OCD Form C-116.

DONE at Santa Fe, New Mexico, on this 19th day of December 19 79.



JOE D. RAMEY, Division Director