

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

COMMINGLING ORDER CTB-283

Company: Texaco Inc.
Address: Drawer 728
City, State, Zip: Hobbs, New Mexico 88240

Attention: Mr. J. A. Schaffer

The above-named company is hereby authorized to commingle
Paduca-Delaware

pool production from the following leases:

Lease Name: E. F. Ray "B" Federal
Description: Sec. 10, T-25-S, R-32-E

Lease Name: G. E. Jordan Federal
Description: Secs. 15, 22, 27, 28 & 29, T-25-S, R-32-E

Lease Name: Cotton Draw Unit
Description: Secs. 9, 10, 15, 16, 20, 21, 22, 28 & 29, T-25-S,
R-32-E, Lea County

Production shall be allocated to each lease by

separately metering the production from each lease prior to
commingling

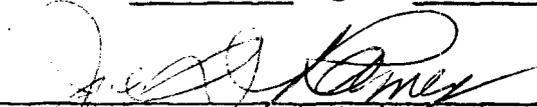
separately metering the production from the
and determining the
production by the subtraction method

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: According to your schematic diagram, a three-phase separator
is proposed for the Cotton Draw Unit production but no
meter. It will be necessary to install a meter on this
leg of the facility also.

DONE at Santa Fe, New Mexico, on this 2nd day of September 1980.


JOE D. RAMEY, Division Director