



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
BETTY RIVERA
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER CTB-327-A

BTA Oil Producers
104 South Pecos
Midland, Texas 79701

Attention: Ms. Pamela D. Inskeep

The above named company is hereby authorized to commingle EK-Delaware (Oil - 21655) Pool production from the following Lea County, New Mexico leases:

Lease: EK "A" 8701 JV-P Well No. 1 API: 30-025-29661 (Federal Lease No. NM-51842)
SE/4 NE/4, Section 25, Township 18 South, Range 33 East, NMPM; and

Lease: EK "B" 8701 JV-P Well No. 1 API: 30-025-29874 (Federal Lease No. NM-51846)
SW/4 NW/4, Section 25, Township 18 South, Range 33 East, NMPM

Production shall be allocated to each lease by metering the production from the EK "B" 8701 JV-P Well No. 1, and determining the production from the EK "A" 8701 JV-P Well No. 1 by subtracting the production from the EK "B" 8701 JV-P Well No. 1 from the total production as determined by tank gauge volumes.

Production shall be commingled at the EK "A" 8701 JV-P Well No. 1 tank battery location.

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.

FURTHER: The operator shall notify the Hobbs district office of the Division prior to implementation of commingling operations.

DONE at Santa Fe, New Mexico, on this 3rd day of December, 2002.

Lori Wrotenbery
LORI WROTENBERY,
Director

LW/DRC

cc: Oil Conservation Division - Hobbs
Bureau of Land Management-Carlsbad