STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

AMENDED COMMINGLING ORDER CTB-322

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Burnett Oil Company, Inc. 801 Cherry Street, Suite 1500 Fort Worth, TX 76102

Attention: J.C. McPhaul

The above-named company is hereby authorized to commingle Square Lake Grayburg San Andres pool production from the following leases:

Lease Name:

Gissler Lease

Description:

SW/4 SE/4, Section 11, T-17-S, R-30-E

Lease Name:

Gissler "A" Lease

Description:

SE/4 SE/4, Section 11, T-17-S, R-30-E

NE/4 NE/4, NW/4 NE/4, Section 14 T-17-S, R-30-E

Both in Eddy County, New Mexico

Production shall be allocated to each lease by well tests. (If this method or the subtraction method 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: Off-lease storage for the Gissler lease has previously been approved by Order No. OLS-159, and shall remain in effect for the Gissler "A" lease as well. This amendment authorizes the additional commingling of the Gissler "A" Well No. 14 located in the NE/4 NE/4 of Section 14.

DONE at Santa Fe, New Mexico, on this 6 day of October, 1987.

WILLIAM J. LEMAY, Director

WJL/DRC/ag

cc: OCD - Artesia

File OLS-159