STATE OF NEW MEXICO



ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

January 7, 1986

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

AMENDED COMMINGLING ORDER PC-107

Shell Western E & P Inc. P. O. Box 576 Houston, Texas 77001

Attention: A. J. Ruiz

Lease Name: Shell Taylor-Glenn Lease

Description: Lots 5, 6, 9, 10 and 11 in Section 3

and Lot 8 in Section 4, all in

Township 21 South, Range 37 East, NMPM,

Lea County, New Mexico

The above-named company is hereby authorized to commingle Blinebry, Tubb, Drinkard, Hare Simpson, and Wantz-Abo pool production in a common tank battery and to determine the production from each pool except the Wantz-Abo by Well Tests. (If this method is to be authorized, all commingled production must be of marginal nature; further the operator shall notify the Santa Fe office of the Division in the event any well in the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate.

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.

REMARKS: The production from the Wantz-Abo pool should be separately metered prior to commingling, since it is capable of top allowable production.

DONE at Santa Fe, New Mexico, on this 2nd day of January, 1986.

R. L'. STAMETS, Director