

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

AMENDMENT  
COMMINGLING ORDER PC- 132

Company Gulf Energy and Minerals - U.S.  
Address P. O. Box 670  
City, State, Zip Hobbs, New Mexico 88240

Attention: Mr. C. D. Borland

Lease Name: Scarborough Estate  
Description: Sec. 3, T-22-S, R-38-E, NMPM, Lea County

The above-named company is hereby authorized to commingle production from the following pools

South Brunson-Abo, Blinebry, Drinkard, and  
South Brunson-Ellenburger

in a common tank battery, and to determine the production from each pool by

       separately metering the production from each pool prior to commingling

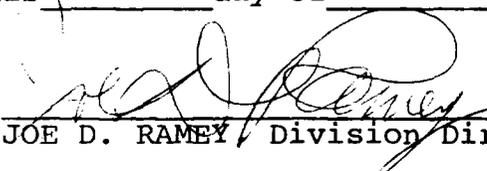
       separately metering the production from  
and determining the  
production by the subtraction method

  x   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 producing into 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: Prior to this Amendment, PC-132 authorized commingling of Blinebry, Drinkard, and South Brunson-Ellenburger production only.

DONE at Santa Fe, New Mexico, on this   7th   day of   June  , 1978.

  
JOE D. RAMEY Division Director