

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

July 15, 1991

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

COMMINGLING ORDER PC-256

Conoco Inc.
10 Desta Drive West
Midland, TX 79705-4514

Attention: Jerry W. Hoover

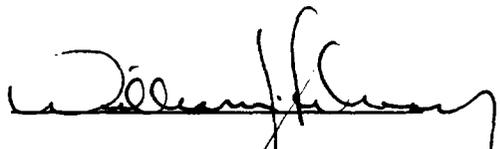
LEASE NAME: Lockhart A-27 Lease
DESCRIPTION: N/2 Section 27, T-21 South, R-37 East, NMPM,
Lea County, New Mexico

The above-named company is hereby authorized to commingle Blinebry, Tubb, Drinkard, Wantz Abo and Paddock Pool production in a common tank battery and to determine the production from each pool 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 to 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: This amendment authorized the addition of Paddock Pool production to be commingled with the previously approved commingled stream.

DONE at Santa Fe, New Mexico, on this 11th day of April, 1991.


WILLIAM J. LEMAY,
Division Director

cc: Oil Conservation Division- Hobbs
BLM - Carlsbad