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

COMMINGLING ORDER PC-459

Company John H. Hendrix

Address 403 Wall Towers West

City, State, Zip Midland, Texas

Attention: John H. Hendrix

Lease Name: Cossatot "E" Lease

Description: SW/4 SW/4 Section 13, Township 22 South, Range 37 East,

Lea County

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

Drinkard and East Brunson-Granite Wash

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

separately metering the production from each pool prior to commingling

x separately metering the production from the East
Brunson-Granite Wash Pool
and determining the Drinkard
production by the subtraction method

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 Commission in the event any well producing into the commingled battery becomes capable of top allowable production, at which time the Commission 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 Commission Rules and Regulations and the Commission "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:

DONE at Santa Fe, New Mexico, on this 16th day of August 1973

A. L. PORTER, Jr., Ser etary-Director