

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

AMENDMENT
COMMINGLING ORDER PC-536

CONOCO INC.
P.O. Box 460
Hobbs, New Mexico 88240

Attention: Mark K. Mosley, Division Manager

Lease Name: Lockhart B-12

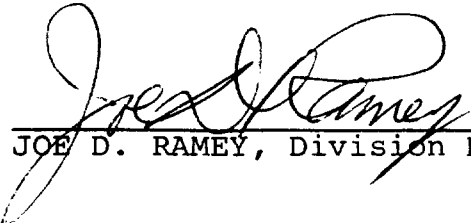
Description: N/2 Section 12, Township 21 South, Range 37
East, NMPM, Lea County, New Mexico.

The above-named company is hereby authorized to commingle Blinbry Oil and Gas, Drinkard, Wantz-Abo, and Hare Simpson 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 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: This amendment includes the Hare Simpson production on the lease.

DONE at Santa Fe, New Mexico, on this 23rd day of February, 1983.


JOE D. RAMEY, Division Director

cc: OCD - Hobbs
NM Oil & Gas Engineering
Committee- Hobbs
U.S. Minerals Management
Service - Roswell