

POST OFFICE BOX 2088
SANTA FE, NEW MEXICO 87501

COMMINGLING ORDER PC- 576

Company Continental Oil Co.
Address P. O. Box 460
City, State, Zip Hobbs, New Mexico 88240

Attention: Mr. L. P. Thompson

Lease Name: Wm. B. Mitchell

Description: W/2 and W/2 E/2 of Sec. 17 and E/2 Section 18,
T-17-S, R-32-E, Lea County

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

Maljamar Grayburg-San Andres and Maljamar Paddock

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

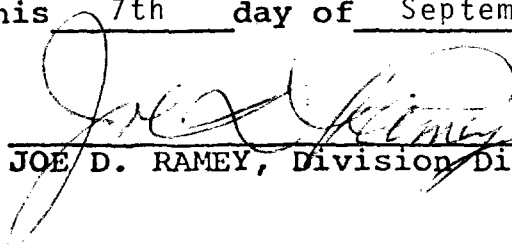
and determining the
production by the subtraction method

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:

DONE at Santa Fe, New Mexico, on this 7th day of September, 1979.


JOE D. RAMEY, Division Director