

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

COMMINGLING ORDER PC-726

Union Texas Petroleum
4000 N. Big Spring
Suite 500
Midland, Texas 79705

Attention: Ken White

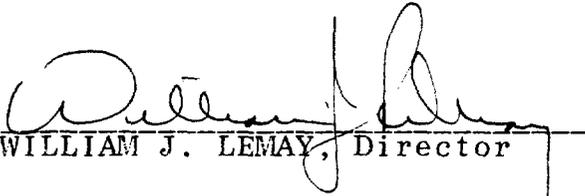
Lease Name: Shipp "34"

Description: SW/4, Sec. 34, T-16 South, Range 37 East,
NMPM, Lea County, New Mexico

The above-named company is hereby authorized to commingle West Knowles Drinkard and West Casey Strawn pool production in a common tank battery and to determine the production from each pool by separately metering the production from the West Casey Strawn Pool and determining the West Knowles Drinkard Pool production by the subtraction method.

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.

DONE at Santa Fe, New Mexico, on this 19th day of March, 1987.


WILLIAM J. LEMAY, Director

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2988
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

AMENDED
COMMINGLING ORDER PC-726

Union Texas Petroleum
4000 N. Big Spring
Suite 500
Midland, Texas 79705

Attention: Ken White

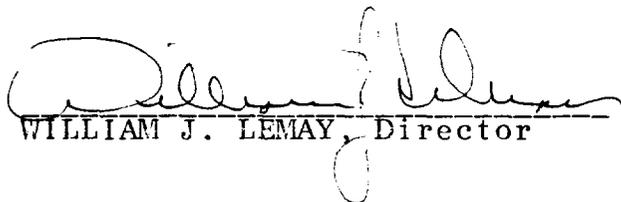
Lease Name: Shipp "34"

Description: SW/4, Sec. 34, T-16 South, Range 37 East,
NMPM, Lea County, New Mexico

The above-named company is hereby authorized to commingle West Knowles Drinkard and West Casey Strawn pool production in a common tank battery and to determine the production from each pool by separately metering the production from the West Knowles Drinkard Pool and determining the West Casey Strawn Pool production by the subtraction method.

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.

DONE at Santa Fe, New Mexico, on this 15th day of April, 1987.


WILLIAM J. LEMAY, Director

REMARKS: This amended order authorizes the metering of the West Knowles Drinkard Pool production and determining the West Casey Strawn Pool production by the subtraction method.