STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

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

COMMINGLING ORDER PLC - NO. 76

Phillips Petroleum Company P.O. Box 633 Midland, TX 79702

Attention: L. M. Sanders

The above-named company is hereby authorized to commingle Maljamar Grayburg San Andres and Vacuum Grayburg San Andres Pool production from the following leases:

Leamex Lease S/2, S/2 NW/4, Section 25, Township 17 South, Range 33 East;

Philmex Lease E/2, NW/4 Section 26, NW/4 NE/4, S/2 NE/4, SE/4 NW/4 of Section 35 and the N/2 NW/4 of Section 36, Township 17 South, Range 33 East, NMPM,

All in Lea County, New Mexico

Production shall be allocated to each lease by well tests. (If this method or the subtraction method is to be authorized, all commingled production must be of identical ownership: working interest, royalty interest and overriding royalty interest.)

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B of the Division Rules and Regulations of 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 10th day of February 1988.

Director

WJL/DRC/ag

xc: OCD-Hobbs

State Land Office Building: P. Martinez