

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop

Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER PC-1085

Burnett Oil Company, Inc. Burnett Plaza – Suite 1500 801 Cherry Street – Unit #9 Fort Worth, Texas 76102

Attention: Mr. James H. Arline

LEASE:

Stevens "A" Lease (Federal Lease No. NMLC030570A)

DESCRIPTION:

SW/4, SE/4 NW/4, Section 13,

Township 17 South, Range 30 East, NMPM, Eddy County, New Mexico

The above-named company is hereby authorized to commingle commonly owned Grayburg Jackson-SR-Q-G-SA (Oil 28509) and Undesignated Cedar Lake-Yeso (Oil 96831) Pool production from the above-mentioned lease and to determine production from each pool by monthly well tests.

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: The commingled production shall be stored at a central tank battery located in Unit M of Section 13, Township 17 South, Range 30 East, NMPM, Eddy County, New Mexico.

FURTHER: The operator shall notify the Artesia District Office of the Division upon implementation of commingling operations.

DONE at Santa Fe, New Mexico, on this 22nd day of January 2003.

LORI WROTENBERY

Division Director

LW/wvjj

cc:

Oil Conservation Division- Artesia

Bureau of Land Management - Carlsbad