STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

CORRECTED AMENDED COMMINGLING ORDER CTB-136

Layton Enterprises, Inc. 3103 79th Street Lubbock, Texas 79423

Attention: Brad W. Layton

The above named company is hereby authorized to commingle Inbe Permo-Penn Pool production from the following leases:

Lease:

State Lease No. K-2467

Description:

Lots 1-6, Section 6;

Lease:

State "F" Lease (No. 0G-5114)

Description:

E/2 SW/4 Section 6;

Lease:

State "E" Lease (No. 0G-5364)

Description:

SE/4 Section 6;

Lease:

State Lease (No. 0G-5338)

Description:

S/2 SW/4 Section 5;

all in Township 11 South, Range 34 East, NMPM, Lea County, New Mexico.

Production shall be allocated to each lease by well tests. (If this method or the subtraction method is authorized, all commingled production must be of identical ownership including 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 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 11th day of October, 1995.

WILLIAM J. LEMA
Division Director

cc: Oil Conservation Division - Hobbs

NM State Wand Office