



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

AMENDED COMMINGLING ORDER PC-137

Exxon Company, USA
P.O. Box 1600
Midland, Texas 79702-1600

Attention: Mr. Don J. Bates

LEASE NAME: New Mexico "S" State Lease
DESCRIPTION: All of Section 2, Township 22 South, Range 37 East, NMPM,
Lea County, New Mexico

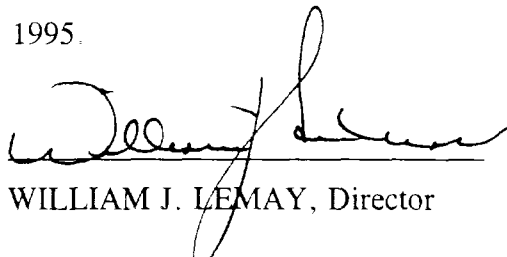
The above-named company is hereby authorized to commingle Blinebry Oil & Gas, Wantz Abo and Wantz Granite Wash Pool production in a common tank battery and to determine production from each pool by well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further the operator shall notify the Santa Fe office of the Division in the event any well on the commingled battery becomes capable of the allowable production, at which time the Division will amend this order or take such other action as may be appropriate.)

The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

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: Well Nos. 13 and 37 are downhole commingled as authorized by Division Orders DHC-1060 and DHC-769 respectively.

DONE at Santa Fe, New Mexico, on this 8th day of May, 1995.


WILLIAM J. LEMAY, Director

WJL/BES

cc: Oil Conservation Division- Hobbs