STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

COMMINGLING ORDER PC-907

Mitchell Energy Corporation P. O. Box 4000 The Woodlands. TX 77387-4000

Attention: James Blount

LEASE NAME:

Geronimo Federal Lease

DESCRIPTION:

W/2 Section 31, Township 19 South, Range 33 East, NMPM,

Lea County, New Mexico

The above-named company is hereby authorized to commingle Gem-Bone Spring and Geronimo-Delaware Pool production in a common tank battery and to determine the 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 in the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate.)

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 30th day of March, 1995.

WILLIAM J. LEMAY Director

cc:

Oil Conservation Division- Hobbs

State Land Office - Santa Fe

US Bureau of Land Management - Carlsbad