NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

COMMINGLING ORDER PC-924

Unocal Oil & Gas Division P.O. Box 850 Bloomfield, New Mexico 87413

Attention: Brett H. Liggett

LEASE NAME: Rincon Unit Well No.164E

DESCRIPTION: W/2, Section 2, Township 26 North, Range 7 West, NMPM

Rio Arriba County, New Mexico

The above-named company is hereby authorized to commingle Largo Gallup and Basin Dakota Pool liquid hydrocarbon production in a common tank battery and to determine the production from each pool by an allocation factor. Such allocation factor shall be determined by initial production tests and by production tests conducted bi-annually thereafter.

FURTHER: The operator shall notify the Aztec 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.

DONE at Santa Fe, New Mexico, on this 29th day of November, 1995.

WILLIAM J. LEMAY, Director

WJL/BES

cc: Oil Conservation Division - Aztec

Bureau of Land Management - Farmington