OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

COMMINGLING ORDER PC-947

Amoco Production Company P.O. Box 3092 Houston, Texas 77253-3092

Attention: Mr. Mark Stevens

LEASE NAME:

PMS '8' Federal Well Nos.5, 6, 7, and 8.

DESCRIPTION:

NW/4 NW/4, SE/4 NW/4, NW/4 NE/4 and SE/4 NW/4

Section 8, Township 18 South, Range 31 East,

NMPM, Eddy County, New Mexico

The above-named company is hereby authorized to commingle North Shugart Bone Spring (62110) and Shugart-Yates-Seven Rivers-Queen-Grayburg (56439) Pool production in a common tank battery and to determine production from each pool by separately metering the production from each pool prior to commingling.

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.

DONE at Santa Fe, New Mexico, on this 15th day of April, 1997.

VILLIAM(J. LEMAY, Director

WJL/BES

cc:

Oil Conservation Division - Artesia