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

COMMINGLING ORDER PC-951

Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210

Attention: Ms. Pamela S. Evans

Lease:

Hawkins 'GY' Well Nos.1, 2, 3, 4 and 5

Description: NW/4 NE/4 and NE/4 NW/4 of Section 27, Township 18 South,

Range 26 East, NMPM, Eddy County, New Mexico.

The above-named company is hereby authorized to commingle Atoka San Andres (3610) and Atoka Pennsylvanian (Prorated Gas - 70800) Pool production from the above mentioned lease and to determine production from each pool by separately metering the production from each well.

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

REMARKS: 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.

NOTE: Commingled production shall be stored in the Hawkins 'GY' tank battery facility located in Unit Letter 'C' of Section 27, Township 18 South, Range 26 East, NMPM, Eddy County, New Mexico.

DONE at Santa Fe, New Mexico, on this 29th day of September 1997.

WILL**Y**AM J. LEMAY,

Division Director

WJL/BES

Oil Conservation Division - Artesia cc: