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

COMMINGLING ORDER PC-976

Amerada Hess Corporation P.O. Box 840 Seminole, Texas 79360-0840

Attention: Mr. Roy L. Wheeler

Lease:

State 'Q' Well Nos.1, 4, and 7

Description: NE/4 SW/4 and NW/4 SE/4 of Section 16, Township 20 South,

Range 37 East, NMPM, Lea County, New Mexico.

The above-named company is hereby authorized to commingle Monument Paddock (47080) and Monument Abo (46970) Pool production from the above mentioned lease and to determine production from each pool by separately metering each well.

FURTHER: The operator shall notify the Hobbs 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 State 'Q' tank battery facility located in Unit Letter 'J' of Section 16, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

DONE at Santa Fe, New Mexico, on this 9th day of June, 1998.

Division Director

LW/BES/kv

cc: Oil Conservation Division - Hobbs