

COMMINGLING ORDER PC-982

ARCO Permian P.O. Box 1089 Eunice, New Mexico 88231-1089

Attention: Mr. Larry D. Henson

LEASE NAME:Washington '33' LeaseDESCRIPTION:All of Section 33 except NW/4 NW/4, Township 17 South, Range 28 East,
NMPM, Eddy County, New Mexico

The above-named company is hereby authorized to commingle Artesia Queen Grayburg San Andres (3230) and Artesia Glorieta-Yeso (96830) Pool production in a common tank battery and to determine production from each pool by well tests. This method is authorized only so long as all commingled production is of identical ownership including working interest, royalty interest, and overriding royalty interest.

The operator shall notify the Artesia 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 7th day of August, 1998.

LORI WROTENBERY, Director

LW/BES/kv

cc: Oil Conservation Division - Artesia