



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

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

**COMMINGLING ORDER PC-985**

Anadarko Petroleum Corporation  
P.O. Box 2497  
Midland, Texas 79702

Attention: Mr. Richard Williams

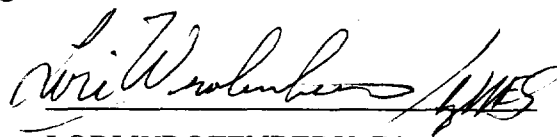
LEASE NAME: Baish Federal Lease (Federal Lease No. LC-029389-A)  
DESCRIPTION: N/2 NE/4, SW/4 NE/4, and NE/4 NW/4 Section 9, Township 18 South,  
Range 31 East, NMPM, Eddy County, New Mexico.

The above-named company is hereby authorized to commingle Shugart Yates-Seven Rivers-Queen-Grayburg Pool (Oil - 56439) and North Shugart-Bone Spring Pool (Oil- 56405) production in a common facility and to determine production from each pool by well tests.

REMARKS: 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 28th day of August, 1998.

  
LORI WROTENBERY, Director

LW/DRC

cc: Oil Conservation Division- Artesia  
Bureau of Land Management - Carlsbad