



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER CTB-514

Texaco Exploration & Production, Inc.
P.O. Box 3109
Midland, Texas 79702

Attention: Mr. Jason Wacker

The above named company is hereby authorized to commingle Nash Draw-Delaware (Oil – 47545) Pool production from the following leases:

Lease: Remuda Basin "19" Fee Lease
Description: NE/4 NW/4 of Section 19, Township 23 South, Range 30 East, NMPM;

Lease: Remuda Basin State Lease (Lease No. E-5229)
Description: NW/4 NW/4, S/2 NW/4, and SW/4 of Section 19, W/2 of Section 30, and NW/4 and E/2 SW/4 of Section 31, all in Township 23 South, Range 30 East, NMPM;

Lease: Remuda Basin "19" Federal Lease (Lease No. NM-17056)
Description: NE/4 of Section 19, Township 23 South, Range 30 East, NMPM;

All in Eddy County, New Mexico

Production shall be allocated by separately metering the production from each lease prior to commingling. Production from each well on the three separate leases shall be determined by means of well production tests to be conducted on each well at least monthly.

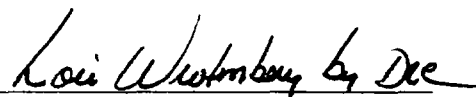
NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: The commingled production shall be stored at the Remuda Basin Central Tank Battery located in the SE/4 NW/4 (Unit F) of Section 19, Township 23 South, Range 30 East, NMPM, Eddy County, New Mexico.

FURTHER: The operator shall notify the Artesia district office of the Division prior to commingling.

Administrative Order CTB-514
Texaco Exploration & Production, Inc.
March 12, 2001
Page 2

DONE at Santa Fe, New Mexico, on this 12th day of March, 2001.



LORI WROTENBERY,
Division Director

Remarks: This order supersedes Division Order No. PLC-123 (1st Amendment) dated May 1, 2000.

LW/DRC

cc: Oil Conservation Division – Artesia
U.S. Bureau of Land Management – Carlsbad
State Land Office-Oil & Gas Division
File-PLC-123