STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

COMMINGLING ORDER CTB-386

Bass Enterprises Production Company Attention: George A. Teer P.O. Box 2760 Midland, TX 79702

The above named company is hereby authorized to commingle Los Medanos-Bone Spring Pool production from the following leases:

Lease: James Ranch Unit (29002887-A) Description: SW/4 NE/4 of Section 6, Township 23 South, Range 31 East, NMPM, and,

Lease: James Ranch Unit (NM-04473) Description: NW/4 SE/4 of Section 6, Township 23 South, Range 31 East, NMPM,

both in Eddy County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each pool prior to commingling.

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." If is the responsibility of the producer to notify the transporter of this commingling authority.

DONE at Santa Fe, New Mexico, on this 24th day of February, 1994.

WILLIAM J. LEMAY, Division Director

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