STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

BRUCE KING

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

COMMINGLING ORDER CTB-355

OXY USA, Inc. Box 50250 Midland, TX 79710

Attention: Richard E. Foppiano

The above named company is hereby authorized to commingle gas production from the Burton Flat-Morrow Gas Pool from the following leases:

Lease:

Tracy "C" Com Lease (Well No. 1)

Description:

E/2 Section 32, Township 21 South, Range 27 East, NMPM; and

Lease:

cc:

Tracy "D" Lease (Well No. 1)

Description:

S/2 Section 33, Township 21 South, Range 27 East, NMPM.

Both in Eddy County, New Mexico.

Gas production shall be allocated to each lease by separately metering the production from each well by allocation meters and allocating total sales volumes to each well utilizing allocation factors determined by allocation meters.

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.

REMARKS: The allocation meters described above shall be calibrated at the same time and with the same frequency as the sales meter.

DONE at Santa Fe, New Mexico, on this 3rd day of June, 1991

Division Director

Oil Conservation Division - Artesia