STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS GOVERNOR

2nd AMENDMENT COMMINGLING ORDER CTB-322

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

Burnett Oil Company 801 Cherry Street, Suite 1500 Fort Worth, TX 76102 -

Attention: J.C. McPhaul

The above-named company is hereby authorized to commingle Square Lake Grayburg San Andres pool production from the following leases:

Lease Name: Gissler Lease Description: SW/4 SE/4 Section 11, T-17-S, R-30-E

Lease Name: Gissler "A" Lease Description: SE/4 SE/4, Section 11, T-17-S, R-30-E NE/4 NE/4, NW/4 NE/4, Section 14, T-17-S, R-30-E SW/4 SW/4, Section 12, T-17-S, R-30-E Both in Eddy County, New Mexico

Production shall be allocated to each lease by well tests. (All commingled production must be of identical ownership: working interest, royalty interest and overriding royalty interest.)

NCTE: 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: Off-lease storage for the Gissler Lease has previously been approved by Order No. OLS-159, and shall remain in effect for the Gissler "A" Lease as well. This amendment authorizes the additional commingling of the Gissler "A" Well No. 15 located in the SW/4 SW/4 of Section 12.

DONE at Santa Fe, New Mexico, on this 4th day of April, 1988.

Director

WJL/DRC/ag

cc: CLS-159 File