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

COMMINGLING ORDER CTB-454

M.E.W. Enterprise 500 E.C.R. 140 Midland, Texas 79706

Attention: Mr. Russell Whited

The above named company is hereby authorized to commingle South Bitter Lake San Andres (5980) Pool production from the following leases:

Lease:

Dekalb Federal Well Nos.1 and 3 (Federal Lease No.NM-05876)

Description:

S/2 NW/4 of Section 27, and;

Lease:

Leonard Federal Well Nos.1 and 4 (Federal Lease No.NM-07306)

Description:

S/2 NE/4, Section 27, and,

Lease:

Mohawk Federal Well No.1 (Federal Lease No.NM-034548-A)

Description:

SW/4 SE/4, Section 22,

Lease:

Mary Ann Cannon Well Nos. 1, 2, 3, 4, 5, 6

Description:

SW/4, W/2 SE/4, Section 27,

all located Township 10 South, Range 25 East, NMPM, Chaves County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each lease 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." It is the responsibility of the producer to notify the transporter of this commingling authority.

REMARKS: The commingled production shall be stored in the Mary Ann Cannon tank battery facility located in Unit Letter 'K', Section 27, Township 10 South, Range 25 East, NMPM, Chaves County, New Mexico.

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

DONE at Santa Fe, New Mexico, on this 28th day of July, 1997.

WJL/BES

cc: Oil Conservation Division - Artesia

Bureau of Land Management - Carlsbad

LLIAM J. LEMAY, Division Director