NEW MEXICO OIL CONSERVATION COMMISSION POST OFFICE BOX 2088 SANTA FE, NEW MEXICO 87501

AMENDMENT COMMINGLING ORDER PC-138

Company

Gulf Oil Corporation

Address

P. O. Box 670

City, State, Zip Hobbs, New Mexico 88240

Attention:

Mr. C. D. Borland

Lease Name:

Nancy Stephens

Description:

NW/4 Section 24, Township 21 South, Range 37 East,

Lea County, New Mexico

The above-named company is hereby authorized to commingle production from the following pools

Blinebry Gas Pool, Blinebry Oil Pool, and Drinkard Oil Pool in a common tank battery, and to determine the production from each pool by

separately metering the production from each pool prior to commingling

separately metering the production from

and determining the production by the subtraction method

x well tests (if this method is to be authorized, all commingled production must be of marginal nature; further, the operator shall notify the Santa Fe Office of the Commission in the event any well producing into the commingled battery becomes capable of top allowable production, at which time the Commission will amend this order or take such other action as may be appropriate)

Note: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Commission Rules and Regulations and the Commission "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

This commingling authority applies to liquid production only. REMARKS: Blinebry Gas Pool gas must be metered separately from Blinebry Oil Pool and Drinkard Oil Pool casinghead gas.

DONE at Santa Fe, New Mexico, on this 1st day of December

OCC - Hobbs

Oil & Gas Engineering - Hobbs A. L. PORTER, Jr., Secretary-Director

Data Processing - Santa Fe