ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

2040 S. PACHECO SANTA FE, NEW MEXICO 87505 (505) 827-7131

COMMINGLING ORDER PC-898

Phillips Petroleum Company 4001 Penbrook Odessa, Texas 79762

Attention: L. M. Sanders

LEASE NAME: Sims Lease DESCRIPTION: NW/4, W/2 SW/4 Section 24, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico

The above-named company is hereby authorized to commingle South Brunson Drinkard-Abo, Blinebry, Tubb, East Brunson Ellenburger, East Brunson McKee, Wantz-Blinebry and Wantz-Granite Wash Pool production in a common tank battery and to determine the production from each pool by 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 Division in the event any well in the commingled battery becomes capable of top allowable production, at which time the Division 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 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.

DONE at Santa Fe, New Mexido, on this 20th day of December, 1994.

WILLIAM J. LEMAN Director Oil Conservation Division - Artesia cc: