

POST OFFICE BOX 2088
SANTA FE, NEW MEXICO 87501

COMMINGLING ORDER PLC-59
CANCELLATION PC-548

Company: Texaco Inc.
Address: Drawer 728
City, State, Zip: Hobbs, New Mexico 88240

Attention: J. A. Schaffer

The above-named company is hereby authorized to commingle
Blinebry and Drinkard
pool production from the following leases:

Lease Name: C. P. Falby "A" Federal
Description: NW/4 Sec. 8, T-22-S, R-37-E

Lease Name: C. P. Falby "B" Federal
Description: SW/4 Sec. 8, T-22-S, R-37-E

Lease Name:
Description:

Production shall be allocated to each lease by

 separately metering the production from each lease prior to
commingling

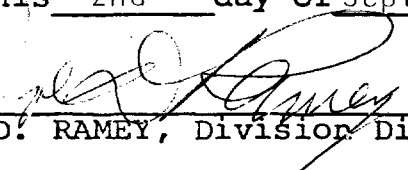
 separately metering the production from the
and determining the
production by the subtraction method

 X well tests (if this method or the subtraction method above is
to be authorized, all commingled production must be of identical
ownership: working interest, royalty interest, and overriding
royalty interest)

Note: 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: Prior to this order commingling of Blinebry and Drinkard
production on the Falby "A" Lease only was permitted by
Order No. PC-548.

DONE at Santa Fe, New Mexico, on this 2nd day of September 1981.


JOE D. RAMEY, Division Director

cc: OCD - Hobbs
Oil & Gas Engineering - Hobbs
PC-548 File
OCD Machine Accounting