STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR ANITA LOCKWOOD CABINET SECRETARY

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

COMMINGLING ORDER PLC-97

Fasken Oil and Ranch Interests 303 West Wall Street, Suite 1900 Midland, TX 79701-5516

Attention: Carl Brown

The above-named company is hereby authorized to commingle Cemetery Morrow and Undesignated Strawn Pool production from the following leases:

LEASE NAME: Ross Federal Well No. 1 (NM 0207950)

DESCRIPTION: All of Section 4, Township 21 South, Range 24 East;

LEASE NAME: Shell Federal Well No. 1 (NM 0486483)

DESCRIPTION: All of Section 5, Township 21 South, Range 24 East; and

LEASE NAME: Skelly Federal Well No. 1 (NM 2047971)

DESCRIPTION: S/2 of Section 9, Township 21 South, Range 24 East,

all in Eddy County, New Mexico

Production shall be allocated to each lease by separately metering the production from each lease prior to commingling.

FURTHER: The operator shall notify the Artesia District Office of the Division upon implementation of the commingling process.

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: Condensate production from the Skelly Federal Well No. 1 will be stored offlease in the facility located in the SW/4 SW/4 of Section 5, Township 21 South, Range 24 East, Eddy County, New Mexico.

DONE at Santa Fe, New Mexico, on this 14th day of December, 1992.

WILLIAM J. LEMAY,

Division Director

cc: Oil Conservation Division - Artesia

US Bureau of Land Management - Carlsbad