Assignment of allowable to the well and allocation of production from the well shall be on the following basis:

Penasco Draw-Permo Penn Gas Pool	Oil-0%	Gas-23%
North Antelope Sink-Morrow Gas Pool	Oil-0%	Gas-77%

REMARKS: The operator shall notify the Artesia District Office of the Division upon implementation of commingling operations.

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 10th day of June 2002.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

LORI WROTENBERŸ

Director

LW/WVJ

cc: Oil Conservation Division – Artesia
Bureau of Land Management – Carlsbad