

9. Proposed formula for the allocation of production:

gas:           Wolfcamp: 19,025/31,725 = 60%

          Atoka:     12,700/31,725 = 40%

condensate: use same split as gas.

10. The offset operators listed below and the Bureau of Land Management have been notified in writing of the proposed commingling:

Mewbourne Oil Co., 500 W. Texas, Suite 1020, Midland, TX  
79701

Collins & Ware, 303 W. Wall, Suite 2200, Midland, TX   79701

Chevron USA, P. O. Box 1150, Midland, TX   79701

Yates Petroleum Corp, 105 S. Fourth St., Artesia, NM   80210