



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Bill Richardson
Governor
Joanna Prukop
Cabinet Secretary

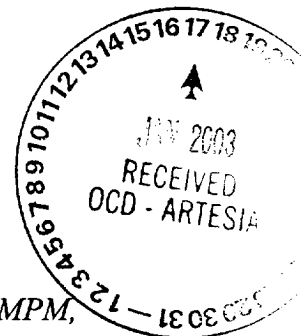
Lori Wrotenbery
Director
Oil Conservation Division

ADMINISTRATIVE ORDER DHC-3092

Fasken Oil and Ranch, Ltd.
303 West Wall, Suite 1800
Midland, Texas 79701

Attention: Jimmy D. Carlile

Ross Federal Well No. 4
API No. 30-015-32076
Unit J, Section 4, Township 21 South, Range 24 East, NMPM,
Eddy County, New Mexico.
Undesignated Seven Rivers Hills-Atoka (Gas 96714) and
Cemetary-Morrow (Gas 74640) Pools



Dear Mr. Carlile:

Reference is made to your recent application for an exception to Rule 303.A. of the Division Rules and Regulations to permit the above described well to commingle production from the subject pools in the wellbore.

It appearing that the subject well qualifies for approval for such exception pursuant to the provisions of Rule 303.C., and that reservoir damage or waste will not result from such downhole commingling, and correlative rights will not be violated thereby, you are hereby authorized to commingle the production as described above and any Division Order which authorized the dual completion and required separation of the zones is hereby placed in abeyance.

The maximum amount of gas which may be produced daily from the well shall be determined by Division Rules and Regulations or by the gas allowable for each respective prorated gas pool as printed in the Division's Southeast Gas Proration Schedule.

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

Undesignated Seven Rivers Hills-Atoka Gas Pool	Oil-10%	Gas-10%
Cemetary-Morrow Gas Pool	Oil-90%	Gas-90%

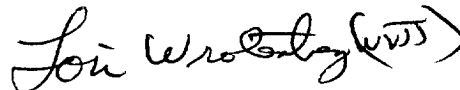
Administrative Order DHC-3092
Fasken Oil and Ranch, Ltd.
January 7, 2003
Page 2

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Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 7th day of January 2003.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in cursive script, reading "Lori Wrotenbery (LW)", is written over the printed name.

LORI WROTENBERY
Director

S E A L

LW/wvjj

cc: Oil Conservation Division - Artesia /
Bureau of Land Management-Carlsbad