North Malaga-Delaware Pool	Oil-55%	Gas-86%
North Malaga-Bone Springs Pool	Oil-45%	Gas-14%

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

Pursuant to Rule 303.C.(2), the commingling authority granted herein may be rescinded by the Division Director if conservation is not being best served by such commingling.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 27th day of March, 2001.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

Lou Wholenbory by De

LORI WROTENBERY

Director

SEAL

LW/DRC

cc: Oil Conservation Division – Artesia