



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

SURFACE COMMINGLING ORDER PC-1160

BTA Oil Producers
104 S Pecos
Midland, TX 79701

Attention: Pam Inskeep

The above named company is hereby authorized to surface commingle South Corbin-Wolfcamp (13320) Pool and South Corbin-Bone Spring (13160) Pool production from the following wells located in Section 24, T-18 South, R-32 East, NMPM, Lea County, New Mexico:

French 9004 JV-P Well No. 1 API No. 30-025-30888
Location: 990 FSL and 990 FEL, Unit P (NSL-2784)
South Corbin-Wolfcamp Pool
80 acre spacing Unit, E/2 SE/4

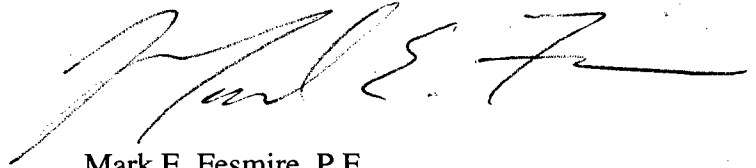
French 9004 JV-P Well No. 2 API No. 30-025-31118
1980 FSL and 510 FEL, Unit I
Undesignated South Corbin-Bone Spring Pool
40 acre spacing Unit, NE/4 SE/4

It is our understanding that ownership is not identical. Separate allocation meters for oil and gas production shall be utilized to maintain accurate records of oil and gas production by well.

NOTE: It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the supervisor of the Hobbs district office prior to implementation of this commingling operation.

DONE at Santa Fe, New Mexico, on February 6, 2006.

A handwritten signature in black ink, appearing to read "Mark E. Fesmire", with a stylized flourish at the end.

Mark E. Fesmire, P.E.,
Director

MEF: wvjj

cc: Oil Conservation Division – Hobbs