NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

COMMINGLING ORDER CTB-413

Conoco, Inc. 10 Desta Drive, Suite 100W Midland, Texas 79705-4500

Attention: Mr. Jerry W. Hoover

The above named company is hereby authorized to commingle Langlie Mattix 7 Rivers Queen Pool production from the following leases:

Lease: Stevens 'A' Well No.3
Description: NE/4 SW/4, and;

Lease: Stevens 'B' Well No.1 Description: SE/4 SE/4;

both in Section 35 of Township 23 South, Range 36 East, NMPM, Lea County, New Mexico.

Production shall be allocated to each lease by well tests. (If this method or the subtraction method is to be authorized, all commingled production must be of identical ownership and overriding royalty interest.)

FURTHER: The operator shall notify the Hobbs district office of the Division upon implementation of the commingling process.

FURTHER: Commingled production shall be stored in the Stevens 'B-35' tank battery facility located Unit Letter "P" of Section 35, T-23-S, R-36-E.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

DONE at Santa Fe, New Mexico, on this 11th day of September, 1995

WILLIAM J. LEMAY,

Division Director

WJL/BES

cc: Oil Conservation Division - Hobbs