

COMMINGLING ORDER CTB-475

Trinity University & Closuit P.O. Box 40 Loco Hills, New Mexico 88255

Attention: Mr. Sonny Hope

The above named company is hereby authorized to commingle Grayburg Jackson SR-Q-G-SA (28509) production from the following leases:

Lease: Description:	State A Lease B3014 Well Nos. 1, 2, and 3 SE/4 NW/4 and N/2 SW/4 of Section 16; and,
Lease: Description:	State B Lease B2613 Well Nos. 1,2,3, and 4 SE/4 of Section 16,

all located Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico.

Production shall be allocated to each lease by well test. Further, all commingled production must be of identical ownership including working interest, royalty interest and overriding royalty interest.

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.

REMARKS: The commingled production shall be stored in State B central tank battery facility located in Unit Letter 'J' of Section 16, Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico.

FURTHER: The operator shall notify the Artesia district office of the Division prior to implementation of the commingling process.

PROVIDING: <u>Validation of this authority shall be accomplished by like approval from the</u> <u>Commissioner of Public Lands, State Land Office</u>.

DONE at Santa Fe, New Mexico, on this 3rd day of August, 1998.

LORI WROTENBERY, Division Director

LW/MWA/kv

cc: Oil Conservation Division - Artesia State Land Office - Oil & Gas Division