NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

COMMINGLING ORDER PC-919

Texaco Exploration & Production, Inc. P.O. Box 730 Hobbs, New Mexico 88241-0730

Attention: Mr. Darrell J. Carriger

LEASE NAME: R.R. Sims "B" Well No.1 DESCRIPTION: SW/4 SE/4, Section 4, Township 23 South, Range 37 East, NMPM Lea County, New Mexico

The above-named company is hereby authorized to commingle North Teague Lower Paddock -Blinebry (Associated) Pool and North Teague Tubb (Associated) Pool production in a common tank battery and to determine the production from each pool separately metering the production from each pool prior to commingling.

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

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 26th day of October, 1995.

'LEMAY, Director WILLIAM J!

WJL/BES

cc: Oil Conservation Division- Hobbs