

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

AMENDED COMMINGLING ORDER PC-894

Texaco Exploration & Production, Inc.
P.O. Box 3109
Midland, Texas 79702

Attention: Mr. Tim Nein

LEASE: F. B. Davis Lease
DESCRIPTION: NE/4, E/2 NW/4 of Section 8, Township 23 South, Range 37 East,
NMPM, Lea County, New Mexico

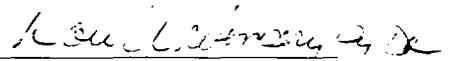
The above-named company is hereby authorized to commingle Southwest Teague Glorieta-Upper Paddock (Oil – 58595), North Teague Lower Paddock-Blinbry (Associated – 96314), North Teague-Tubb (Associated – 96315), and North Teague Drinkard-Abo (Oil – 96313) Pool production from the above mentioned lease, and to determine the production from each pool by monthly well tests.

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 delivered to a central tank battery located in the NW/4 NE/4 of Section 8, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

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

DONE at Santa Fe, New Mexico, on this 9th day of March, 2001.



LORI WROTENBERY.
Division Director

LW/DRC

cc: Oil Conservation Division- Hobbs