



BRUCE KING
GOVERNOR

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



COMINGLING ORDER CTB-365
POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

D-Mil Production, Inc.
P.O. Box 755
Hobbs, New Mexico 88241

Attention: Donna Holler

The above named company is hereby authorized to commingle Dollarhide - Devonian Pool production from the following leases:

Lease: Elliot "31" Federal Lease (LC-069052)
Description: NE/4 NE/4, N/2 NW/4, Section 31, Township 24 South,
Range 38 East, NMPM;

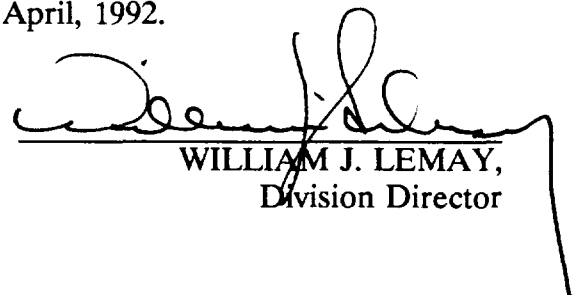
Lease: Elliot "31" Federal Lease (NM-0349953)
Description: SW/4 NW/4 Section 31, Township 24 South, Range 38 East, NMPM

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 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 309-B 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 14th day of April, 1992.


WILLIAM J. LEMAY,
Division Director

cc: Oil Conservation Division - Hobbs
U.S. BLM - Carlsbad