



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery
Director

Oil Conservation Division

COMMINGLING ORDER PLC-205

Burnett Oil Company, Inc.
Burnett Plaza – Suite 1500
801 Cherry St – Unit #9
Fort Worth, Texas 76102

Attention: Mr. James H. Arline:

Burnett Oil Company, Inc. is hereby authorized to surface commingle production from the following leases and locations within the following two (2) pools all located within Eddy County:

Square Lake-Grayburg San Andres (Oil - 57570)
Gissler "B" (NM 2748)
W/2, W/2 NE/4, N/2 SE/4, Section 11, Township 17 South, Range 30 East NMPM

Square Lake-Grayburg San Andres (Oil – 57570)
Gissler "B" (LC 074939)
SE/4 NW/4, SW/4 NW/4, Section 14, Township 17 South, Range 30 East NMPM

Cedar Lake-Yeso (Oil - 96831)
Gissler "B" (LC 074939)
Well No. 31 API: 30-015-32200
NE/4 SW/4, Section 14, Township 17 South, Range 30 East NMPM

Each of these wells shall be tested on a regular basis and production split back based on these tests. All production shall be commingled into the existing Gissler "B" 3-3 Tank Battery located in the SW/4 SW/4, Section 11, Township 17 South, Range 30 East, NMPM.

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.

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

Administrative Order PLC-205

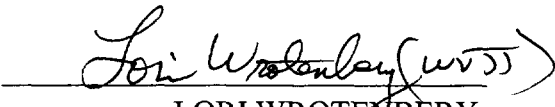
Burnett Oil Company, Inc.

June 4, 2002

Page 2

REMARKS: Because more Yeso wells are planned and the Yeso will eventually have its own tank battery, existing order CTB-323 shall remain in effect covering the Square Lake- Grayburg San Andres production.

DONE at Santa Fe, New Mexico, on this 4th day of June 2002.


LORI WROTEBARY,
Division Director

LW/WVJ

cc: Oil Conservation Division - Artesia
Bureau of Land Management - Carlsbad
Files: CTB - 323 /