State of New Mexico

ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

Santa Fe, New Mexico 87505



OIL CONSERVATION DIVISION



COMMINGLING ORDER PC-901

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

Attention: Mr. Darrell J. Carriger

LEASE NAME: T. Anderson Well Nos.3 & 4

DESCRIPTION: N/2 SE/4, Section 8, Township 20 South, Range 37 East, NMPM

Lea County, New Mexico

The above-named company is hereby authorized to commingle Monument Tubb Pool and Monument Blinebry Pool production in a common tank battery and to determine the production from each pool by well testing the Monument Tubb Pool (T. Anderson Well No.4) production and determining the Monument Blinebry Pool by the subtraction method. (If this method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.)

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 15th day of February, 1995.

WILLIAM J. LEMAY, Director

WJL/BES

cc: Oil Conservation Division- Hobbs

VILLAGRA BUILDING - 406 Gallate

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830 Park and Recreation Division

Park and Recreation Division P.O. Box 1147 87504-1147 827-7465 2040 South Pacheco

Office of the Secretary 827-5950

Administrative Services 827-5925

Energy Conservation & Management 827-5900 Mining and Minerals

827-5970