

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

TONEY ANAYA GOVERNOR

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POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

Amended COMMINGLING ORDER PC-132

Gulf Oil Exploration and Production Co. P.O. Box 670 Hobbs, NM 88240

Attention: R. C. Anderson

Lease Name: Scarborough Estate

Description: Sec. 31, T-22S, R-38E, Lea County, NM

The above-named company is hereby authorized to commingle Tubb Gas, Brunson South Granite Wash, Blineby Oil & Gas, Drinkard Oil, South Brunson Abo and South Brunson Ellenburger pool production in a common tank battery and to determine the production from each pool by well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further the operator shall notify the Santa Fe Office of the Division in the event any well in the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate.)

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: Prior to this amendment, PC-13 authorized commingling of South Blinebry-Abo, Blinebry, Drinkard, and South Brunson Ellenburger production only.

DONE at Santa Fe, New Mexico, on this _____ day of Division Director JOF D. RAMEY,