SANTA FE, NEW MEXICO 87501

AMENDMENT COMMINGLING ORDER PC- 218

Company Shell Oil Company Address P. O. Box 576

City; State, Zip Houston, Texas 77001

Attention:

A. Ramirez

Lease Name:

Grizzell

Description:

SE/4 Sec. 8, T-22-S, R-37-E, Lea County

The above-named company is hereby authorized to commingle production from the following pools

Blinebry, Drinkard, and Fusselman

in a common tank battery, and to determine the production from each
pool by

- separately metering the production from each pool prior to commingling
- X separately metering the production from
 the Fusselman pool
 and determining the Blinebry and Drinkard
 production by the subtraction method
- 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 producing into 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-218 authorized commingling of Blinebry, Drinkard, Penrose Skelly, and Paddock production on this lease.

DONE at Santa Fe, New Mexico, on this 10th day of June , 1980

DE D. RAMEY, Division Director