NEW MEXICO OIL CONSERVATION DIVISION POST OFFICE BOX 2088 SANTA FE, NEW MEXICO 87501

AMENDMENT COMMINGLING ORDER PC-394

Company

Amoco Production Co.

Address

P. O. Box 68

City, State, Zip

Hobbs, New Mexico 88240

Attention:

Mr. S. J. Okerson

Lease Name:

Grizzell "B"

Description:

S/2 NE/4 of Sec. 8, T-22-5, R-37-E, Lea County

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

Blinebry, Drinkard, Paddock 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

and determining the Blinebry, Drinkard and Paddock 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:

DONE at Santa Fe, New Mexico, on this

day of December

1980

dr/

OCD - Hobbs

3rd

Oil & Gas Engineering Committee - Hobbs

PC 394 File