

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

COMMINGLING ORDER PC-481

Company Sun Oil Co.  
Address P. O. Box 1861  
City, State, Zip Midland, Texas 79701

Attention: Mr. Charles Gray

Lease Name: Walter Lynch  
Description: N/2 SW/4 and SW/4 SW/4 Sec. 1, T-22-S, R-37-E

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

Drinkard and Wantz-Granite Wash

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

       separately metering the production from each pool prior to commingling

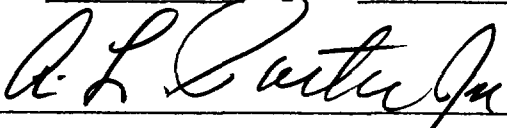
  x   separately metering the production from the Wantz-Granite Wash Pool and determining the Drinkard production by the subtraction method

       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 Commission in the event any well producing into the commingled battery becomes capable of top allowable production, at which time the Commission 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 Commission Rules and Regulations and the Commission "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: Please notify the Hobbs District Office of the Commission when this installation is completed in order that an inspection may be made prior to putting it into operation.

DONE at Santa Fe, New Mexico, on this 23rd day of July 1974.

  
A. L. PORTER, Jr., Secretary-Director