



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

AMENDED COMMINGLING ORDER PC-521

Exxon Company, USA
P.O. Box 1600
Midland, TX 79702-1600

Attention: Randy Hanrahan

Lease Name: N.G. Penrose Lease, Well Nos. 3 and 4

Description: NE/4 Section 13, Township 22 South, Range 37
East, NMPM, Lea County, New Mexico.

The above-named company is hereby authorized to commingle Drinkard and Wantz Granite Wash pool production in a common tank battery and to determine the production from each pool by separately metering the production from the N.G. Penrose Well No. 4, which is currently a top allowable producer in the Granite Wash, and determining the production from the N.G. Penrose Well No. 3, which is a dually completed Drinkard and Wantz Granite Wash producer by the subtraction method. The production from each pool from the No. 3 well shall be determined by well tests.

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: The production from the No. 4 well, including casinghead gas shall continue to be separately metered until such time as the well becomes incapable of producing top allowable. At that time, the applicant may make application to remove the metering equipment for said well.

DONE at Santa Fe, New Mexico, on this 30 day of September, 1987.

WILLIAM J. LEMAY, Director