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

COMMINGLING ORDER PC- 559

Company Texaco Inc.
Address Drawer 728

City, State, Zip Hobbs, New Mexico 88240

Attention: Mr. J. V. Gannon

Lease Name: New Mexico "E" State

Description: SW/4 Section 1, Township 20 South, Range 36 East, NMPM,

Lea County

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

Eunice-Monument and Monument-Abo

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

____separately metering the production from each pool prior to commingling separately metering the production from

and determining the 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 7th day of June , 1978.

JOE D. RAMEY, Division Director