STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

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

COMMINGLING ORDER PC-802

Unocal Oil & Gas Division 3300 North Butler Avenue, Suite 200 Farmington, New Mexico 87401

Attention: Glen O. Papp

LEASE NAME:

Rincon Unit (Well No. 127-M)

DESCRIPTION:

N/2 Section 28, Township 27 North, Range 6 West, NMPM

Rio Arriba County, New Mexico

The above-named company is hereby authorized to commingle Basin-Dakota and Blanco Mesaverde Gas Pool production liquid hydrocarbon production in a common tank battery and to determine such production from each pool by multiplying the monthly liquid hydrocarbon production by an allocation factor. Such allocation factor shall be determined by initial production tests and by production tests conducted bi-annually thereafter.

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.

DONE at Santa Fe, New Mexico, on this 27th day of August 1992.

WILLIAM J. LEMAY.

Division Director

cc: Oil Conservation Division - Aztec