STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

NAUG FREF

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87504 (505) 827-5800

AMENDED COMMINGLING ORDER PC-818

Texaco USA P.O. Box 730 Hobbs, NM 88240-0730

Attention: W.T. Lackey

LEASE NAME: R.R. Sims "A" Lease DESCRIPTION: S/2 SW/4 of Section 4, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

The above-named company is hereby authorized to commingle North Teague-Fusselman, North Teague-Ellenburger, Teague-Tubb, Northwest Teague-Devonian, North Teague Lower Paddock-Blinebry, Wildcat Abo and Wildcat Drinkard Pool production in a common tank battery and to determine the production from each pool by separately metering the production from each pool prior to commingling.

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.

FURTHER: The operator shall notify the Hobbs District Office prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 29th day of August, 1994.

00 WILLIAM J. LeMAY. Division Director

cc: Oil Conservation Division - Hobbs