



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



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

COMMINGLING ORDER PLC-94

R & G Drilling Company
Attention: Kevin H. McCord
P.O. Box 2406
Farmington, NM 87499

The above-named company is hereby authorized to commingle Basin-Fruitland Coal Pool production from the following leases:

LEASE NAME: Krause Lease Well No. 5
DESCRIPTION: W/2 of Section 32, Township 28 North, Range 11 West, NMPM; and

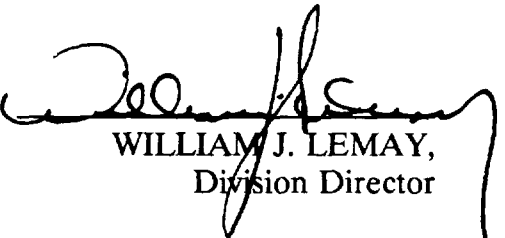
LEASE NAME: Krause Lease Well No. 22
DESCRIPTION: E/2 of Section 32, Township 28 North, Range 11 West, NMPM,

both in San Juan County, New Mexico

Production shall be allocated to each lease by separately metering the production from the Krause Well No. 22 prior to commingling and subtracting this amount from the total sales meter volume to determine production from the Krause Well No. 5

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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 4th day of November, 1992.


WILLIAM J. LEMAY,
Division Director

cc: Oil Conservation Division - Aztec