



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 PLC-101

Conoco, Inc.
10 Desta Drive, Suite 100W
Midland, TX 79705-4500

Attention: Jerry W. Hoover

The above-named company is hereby authorized to commingle Justis Blinbry and Justis Tubb-Drinkard Pool production from the following leases:

LEASE NAME: Jack B-26 Lease
DESCRIPTION: NW/4, N/2 SW/4 and SE/4 SW/4 of Section 26; and

LEASE NAME: Jack B-27 Lease
DESCRIPTION: E/2 of Section 27.

Both in Township 24 South, Range 37 East,
NMPM, Lea County, New Mexico

Production shall be allocated to each lease by separately metering the production from each lease prior to commingling.

In the event an outstanding working interest is satisfied, resulting in identical ownership of both pools, and after notification of the Hobbs District Office, allocation may then be determined by well tests. (If this method or the subtraction method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.)

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

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.

Commingling Order PLC-101

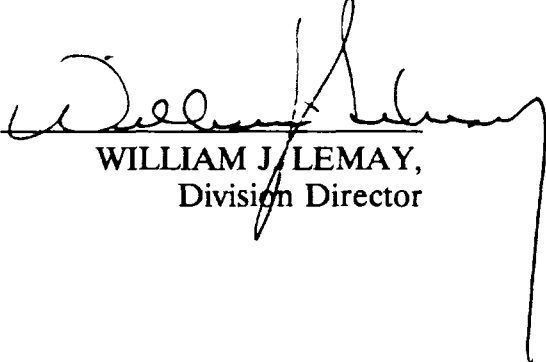
Conoco, Inc.

June 25, 1993

Page 2

REMARKS: The commingled production from the aforementioned leases shall be stored in the Jack B-26 tank battery located in Unit E of Section 26, Township 24 South, Range 37 East, NMPM, Lea County, New Mexico.

DONE at Santa Fe, New Mexico, on this 25th day of June, 1993.



WILLIAM J. LEMAY,
Division Director

cc: Oil Conservation Division - Hobbs