BILL RICHARDSON
Governor

Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

Surface Commingling Order CTB-573 OLM/OLS

January 23, 2008

Bass Enterprises Production Company P.O. Box 2760 Midland, Texas 79702 FEB 0 4 2008 OCD-ARTESIA

Attention: Ann Moore

Bass Enterprises Production Company is hereby authorized to surface commingle Northeast Coral Canyon Delaware Pool (96209) oil production from the following leases.

Lease: Poker Lake Unit (State Lease)

Well:

Poker Lake Unit Well No. 79 (API No. 30-015-27438) Unit M, Section 2

SE/4SW/4 Township 25 South, Range 30 East, NMPM, Eddy County New

Mexico

Lease:

Poker Lake Unit (Federal Lease)

Well:

Poker Lake Unit Well No. 42 (API No. 30-015-21095) Unit G, Section 10

Township 25 South, Range 30 East, NMPM, Eddy County, New Mexico

Commingled oil production from the wells detailed above shall be measured and sold at the Poker Lake Unit Well No. 79 Tank Battery located in Unit M of Section 2, Township 25 South, Range 30 East, NMPM, Eddy County, New Mexico.

This surface commingling order supersedes surface commingling order CTB-462 dated February 23, 1998. The Poker Lake Unit Well No. 91 contained in the surface commingling order CTB-462 has been plugged and abandoned, and is hereby replaced with Poker Lake Unit Well No. 42 as indicated above.

Oil production from the Poker Lake Unit Well No. 42 shall be measured continuously with calibrated allocation meters prior to commingling with the Poker Lake Unit Well No. 79 production for sales. The commingled oil production from the Poker Lake Unit Well No. 42 is approved for off-lease measurement and sales.

Oil production from the Poker Lake Unit Well No. 79 shall be measured continuously with calibrated allocation meters prior to commingling with the Poker Lake Unit Well No. 42 production for sales.

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the Artesia district office of the Division prior to implementation of commingling operations.

DONE at Santa Fe, New Mexico, on January 23, 2008.

MÁRK E. FESMIRE, P.E., Division Director

MEF/re

cc: Oil Conservation Division – Artesia

Bureau of Land Management (BLM) - Carlsbad

State Land Office – Oil & Gas Division