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

Pursuant to Rule 303.H., the commingling authority granted herein may be rescinded by the Division Director if, in his opinion, conservation is not being best served by such commingling.

Approved at Santa Fe, New Mexico on this 26th day of August, 1996.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

WILLIAM J./LEMAY

Director

SEAL

WJL/BES

Oil Conservation Division - Hobbs cc:

Bureau of Land Management - Carlsbad