

8. Computations Showing that Value of Commingled Production Will Not Be Less Than Sum of Values of Individual Streams

Value of Present Individual Streams

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|--|--------------|
| Langlie Mattix Pool = 10 bopd x \$12.89/bbl. | \$128.90/day |
| Jalmat (Gas) Pool = 0 Production | <u>-0-</u> |
| Total | \$128.90/day |

Value of Future Down-hole Commingled Production

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|---|------------------|
| Langlie Mattix Pool = 10 bopd x \$12.89/bbl. | \$128.90/day |
| Jalmat (Gas) Pool = 100 MCF/D (est.) x \$0.60/MCF | <u>60.00/day</u> |
| Total | \$188.90/day |

9. The Following Offset Operators Have Been Notified in Writing of this Proposed Commingling:

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|----------------------------|---------------------|
| Cities Service Oil Company | - Midland, Texas |
| Continental Oil Company | - Hobbs, New Mexico |
| Getty Oil Company | - Hobbs, New Mexico |
| Doyle Hartman | - Midland, Texas |
| John Yuronka | - Midland, Texas |