

January 28, 1997

Texaco Exploration & Production Inc. 205 E. Bender Blvd. Hobbs, New Mexico 88240

Attention: Paula S. Ives

Re: Temporary Commingling Approval United Royalty "A" Well No. 5 (API No. 30-025-33533) Unit F, Section 19, T-24S, R-38E

Dear Ms. Ives:

Pursuant to your request dated January 21, 1997, Texaco E & P Inc., is hereby authorized to temporarily surface commingle Fusselman production from the United Royalty "A" Well No. 5 with West Dollarhide Drinkard Unit production within the West Dollarhide Drinkard Unit Satellite Battery No. 5 located in Unit J of Section 30, Township 24 South, Range 38 East, NMPM, Lea County, New Mexico. Such temporary approval shall be subject to the following:

a) such commingling authority shall expire 30-days from the date of this letter; and

b) all production from the United Royalty "A" Well No. 5 shall be separately metered prior to commingling.

If you should have any questions, please contact me at (505) 827-8184.

Sincerely. and at and

David Catanach Engineer

xc: OCD-Hobbs