

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor
Joanna Prukop
Cabinet Secretary

Lori Wrotenbery Director Oil Conservation Division

COMMINGLING ORDER PLC-227

Xeric Oil and Gas Corporation 1801 W. Texas, PO Box 352, Midland, Texas 79702

Attention: Angie Crawford

The above-named company is hereby authorized to commingle production for House-Drinkard (Oil 33250), Blinebry Oil & Gas (Oil 06660) and D-K-Abo (Oil 15200) Pools from the following Lea County leases and wells.

Mooney Well No. 1 API 30-025-34569 Unit I, Section 13, Township 20 South, Range 38 East, NMPM House-Drinkard Pool

Paige Well No. 1 API 30-025-34570
Unit P, Section 13, Township 20 South, Range 38 East, NMPM
House-Drinkard Pool
Blinebry Oil & Gas Pool
D-K-Abo Pool
All three (3) Pools downhole commingled by order DHC-3001-A

Production from each well shall be determined on the basis of well tests. These well tests shall be for a minimum duration of three (3) days each and occur a minimum of every six (6) months. The tests and results with reference to this order PLC-227 shall be reported on a sundry notice to the Hobbs district office of the Division.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Hobbs district office of the Division upon commencement of commingling operations.

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Done, at Santa Fe, New Mexico on this 20th day of May 2003.

LORI WROTENBERY

Division Director

LW/wvjj

cc: Oil Conservation Division – Hobbs