



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

AMENDED COMMINGLING ORDER PC-570

Arch Petroleum, Inc.
10 Desta Drive, Suite 420 East
Midland, Texas 79705

Attention: Ms. Bobbie Brooks

LEASE NAME: C.E. LaMunyon
DESCRIPTION: NW/4, E/2 NE/4, S/2 SW/4 of Section 21, NW/4, S/2 of Section 22, N/2 of Section 27, N/2 of Section 28, and N/2 of Section 29, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

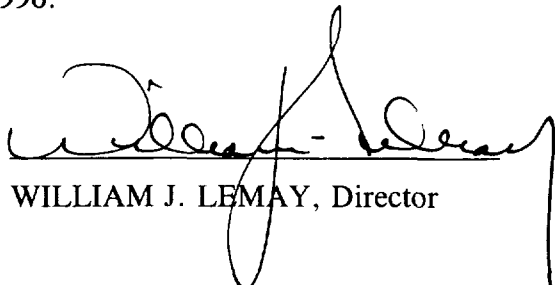
The above-named company is hereby authorized to commingle Teague Blinebry (58300), Imperial Tubb-Drinkard (33600), Teague Abo (Gas -85960) and North Teague Devonian (58360) Pool production in a common tank battery and gathering facility and to determine the production from each pool by well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further the operator shall notify the Santa Fe Office of the Division in the event any well on the commingled battery becomes capable of the allowable production, at which time the Division will amend this order or take such other action as may be appropriate.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 303 of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

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

REMARKS: Commingled production shall be stored in the C.E. LaMunyon Battery No.1 tank battery facility located in Unit Letter "A" of Section 28, Township 23 South, Range 37 East, Lea County, New Mexico.

DONE at Santa Fe, New Mexico, on this 12th day of April, 1996.


WILLIAM J. LEMAY, Director

WJL/BES

cc: Oil Conservation Division- Hobbs