

OIL CONSERVATION DIVISION

COMMINGLING ORDER PLC - 115

Marathon Oil Company
P.O. Box 2409
Hobbs, New Mexico 88241-2409

Attention: Mr. Bryan L. Williams

The above-named company is hereby authorized to commingle East Vacuum Blinebry (96373) Pool and Wildcat Blinebry (96052) Pool production from the following leases:

Lease: Royal State Well No.1
Description: NE/4 SE/4, and;

Lease: Warn State A/C 3 Well No.10
Description: SE/4;

both in Section 33, Township 17 South, Range 35 East, Lea County, New Mexico.

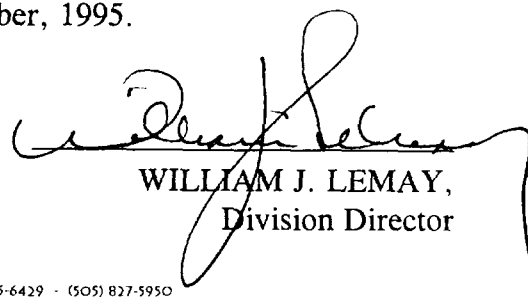
Production shall be allocated to each lease by well tests. (If this method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.)

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

FURTHER: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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.

NOTE: Validation of this authority shall be accomplished by like approval by the State Land Office.

DONE at Santa Fe, New Mexico, on this 21st day of December, 1995.



WILLIAM J. LEMAY,
Division Director

Commingling Order PLC-115
Marathon Oil Company
December 21, 1995
Page 2

WJL/BES

cc: Oil Conservation Division - Hobbs
State Land Office - Oil & Gas Division