STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

AMENDED COMMINGLING CRDER CTB-318

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

Amerada Hess Corporation P.O. Drawer "D" Monument, NM 88265

Attention: Denise Ward

The above-named company is hereby authorized to commingle Northeast Lovington Penn pool production from the following leases:

Lease Name:

Homestake Royalty Lease

Description:

SE/4, Section 10, Township 16 South, Range 37

East, NMPM;

Lease Name:

Andrus 9 Lease

Description:

SW/4, Section 9, Township 16 South, Range 37

East, NMPM; and

Lease Name:

State 9 Lease

Description:

N/2, Section 9, Township 16 South, Range 37

East. NMPM.

All leases in Lea County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each lease prior to commingling.

NOTE: 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.

REMARKS: Prior to commencing commingling operations, the header as shown on the comminglin facility shall be split.

DONE at Santa Fe, New Mexico, on this 22nd day of March, 1988.

WILLIAM J. LEMAY, Director