

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

August 27, 1987

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

FOURTH AMENDMENT COMMINGLING ORDER PC-356

Sun Exploration and Production Company P.O. Box 1861 Midland, TX 79702-9970

Attention: Bruce Goodwin

Lease Name: W. W. Weatherly

Description: W/2 NE/4, NW/4 SE/4, NE/4 SW/4, Sec. 17

T-21-S, R-37-E, NMPM, Lea County, New

Mexico.

The above-named company is hereby authorized to commingle Penrose Skelly (Grayburg), Drinkard and Tubb pool production in a common tank battery 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 in the commingled battery becomes capable of top 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.

Gas from each of the gas wells on the lease is to be seperately metered.

REMARKS: This amended order authorizes the addition of the Tubb Pool production to be commingled with the previously approved Penrose Skelly Grayburg and Drinkard Production.

DONE at Santa Fe, New Mexico, on this 8th day of August, 1987.

WILLIAM J. LEMAY, Director