



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



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

CORRECTED COMMINGLING ORDER PC-847

Samedan Oil Corporation
10 Desta Drive, Suite 240 East
Midland, TX 79705

Attention: Judy Throneberry

LEASE NAME: Sarah "B" Lease Well Nos. 1 and 2
DESCRIPTION: SE/4 SE/4 of Section 11 and NE/4 SW/4 of Section 12, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

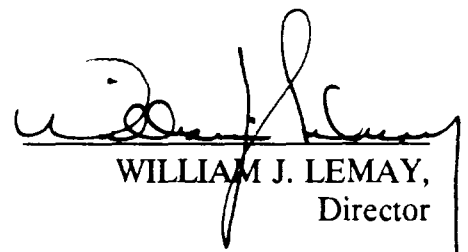
The above-named company is hereby authorized to commingle Cline Tubb and Cline Lower Paddock-Blinebry Pool production in a common tank battery and to determine the production from each pool by well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further, 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.

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

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.

REMARKS: The commingled production shall be stored in a tank battery facility located in Unit Letter P of Section 11, Township 23 South, Range 37 East, NMPM, Lea County, New Mexico.

DONE at Santa Fe, New Mexico, on this 6th day of October, 1993.


WILLIAM J. LEMAY,
Director

cc: Oil Conservation Division- Hobbs
US Bureau of Land Management - Carlsbad