



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

COMMINGLING ORDER CTB-562

Mewbourne Oil Company
P.O. Box 7698
Tyler, Texas 75711-7698

Attention: Mr. K. M. Calvert

The above-named company is hereby authorized to surface commingle gas production from the Baldrige Canyon-Morrow Gas Pool (Gas - 71420) originating from the following-described State of New Mexico leases located in Eddy County, New Mexico:

Lease: Outlaw Flats "2" State Lease (State Lease No. V-314)
Description: E/2 of Section 2, Township 24 South, Range 24 East, NMPM;

Well: Outlaw Flats "2" State Com Well No. 1 (API No. 30-015-32133)
Unit A, Section 2;

Lease: Baldrige Canyon "1" State Lease (State Lease No. V-5181)
Description: W/2 of Section 1, Township 24 South, Range 24 East, NMPM;

Wells: Baldrige Canyon "1" State Well No. 1 (API No. 30-015-29861)
Unit E, Section 1;

Due to the diversity of ownership, production from each of the above-described wells shall be separately metered by allocation meter prior to commingling.

Gas production shall be commingled, compressed and transported to a gas sales meter located in Unit E of Section 1, Township 24 South, Range 24 East, NMPM.

Liquid production shall not be commingled.

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. It is the responsibility of the producer to notify the transporter of this commingling authority.

The operator shall notify the Artesia district office of the Division prior to implementation of commingling operations.

Administrative Order No. CTB-562

Mewbourne Oil Company

May 22, 2006

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DONE at Santa Fe, New Mexico, on this 22nd day of May, 2006.



Mark E. Fesmire, PE
Director

MEF/drc

cc: Oil Conservation Division – Artesia
State Land Office-Oil & Gas Division