



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**  
Governor  
**Joanna Prukop**  
Cabinet Secretary

**Mark E. Fesmire, P.E.**  
Director  
Oil Conservation Division

December 12, 2007

Surface Commingling Order No. PC-1096-C

SDX Resources, Inc.  
P.O. Box 5061  
Midland, Texas 79704

Attention: Mr. Chuck Morgan

**RE: SURFACE POOL COMMINGLING ADMINISTRATIVE ORDER**

SDX Resources, Inc. (OGRD 20451)  
Enron State Lease (Lease No. B-5862)  
NW/4 NW/4 of Section 31 and N/2 NW/4 of Section 32,  
Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico

The above-named operator is hereby authorized to commingle identically owned Artesia-Glorieta Yeso (96830), Artesia Queen-Grayburg-San Andres (03230), Red Lake-Queen Grayburg San Andres (51300), and NE Red Lake-Glorieta Yeso (96836) Pool production from the following wells:

Enron State No. 1 (API No. 30-015-31530) Unit C, Section 32  
Artesia Queen-Grayburg-San Andres Pool

Enron State No. 2 (API No. 30-015-31920) Unit D, Section 32  
Artesia Queen-Grayburg-San Andres Pool  
Artesia-Glorieta Yeso Pool (DHC-3962)

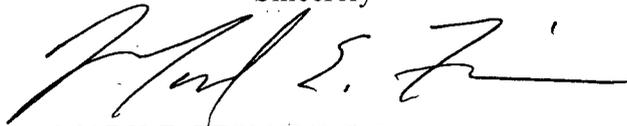
Enron State No. 4 (API No. 30-015-32162) Unit D, Section 31  
Northeast Red Lake Glorieta-Yeso Pool and  
Red Lake-Queen Grayburg San Andres Pool (DHC-3831)

Enron State No. 12 (API No. 30-015-35050) Unit D, Section 32  
Artesia-Glorieta Yeso Pool

The applicant is permitted to determine oil and gas production from each well by quarterly well tests.

This installation shall be installed and operated in accordance with the applicable Division rules. 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 upon implementation of commingling operations.

Sincerely



MARK E. FESMIRE, P.E.,  
Division Director

MEF/wvjj

cc: Oil Conservation Division - Aztec  
State Land Office - Oil, Gas, and Minerals Division