

**NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT**

**OIL CONSERVATION DIVISION**

**COMMINGLING ORDER CTB-420**

Yates Petroleum Corporation  
105 South Fourth Street  
Artesia, New Mexico 88210

Attention: Ms. Rusty Klein

The above named company is hereby authorized to commingle Saunders Permo Upper Penn Pool production from the following leases:

- Lease: Childress "AKV" Well No.1
- Description: SW/4 SW/4, and;
  
- Lease: Childress "AKV" Well No.2
- Description: NW/4 SWE/4, and;
  
- Lease: Sanders "AOU" Well No.1
- Description: SE/4 NW/4;

all in Section 1 of Township 14 South, Range 33 East, NMPM, Lea County, New Mexico.

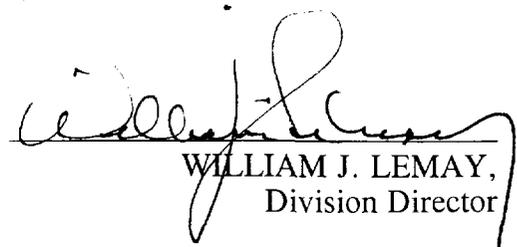
Production shall be allocated to each lease by separately metering the production from each well prior to commingling.

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.

NOTE: The commingled production shall be stored in the Childress 'AKV' tank battery facility located in Unit Letter M, of Section 1, Township 14 South, Range 33 East, NMPM, Lea County, New Mexico.

FURTHER: The operator shall notify the Hobbs district office of the Division prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 4th day of March, 1996.



**WILLIAM J. LEMAY,**  
Division Director

WJL/BES

cc: Oil Conservation Division - Hobbs