



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

**COMMINGLING ORDER CTB-446**

Citation Oil & Gas Company  
8223 Willow Place, Suite 250  
Houston, Texas 77070-5623

Attention: Ms. Sharon Ward

The above named company is hereby authorized to commingle Eumont Yates-Seven Rivers-Queen Pool (22800-Oil; 76480-Prorated Gas) production from the following leases:

Lease: State 'A' Lease (State Lease No.B-1399-16)  
Description: N/2 NE/4 of Section 12, and;

Lease: State 'L' Lease (State Lease No.B-1400-14)  
Description: SE 1/3, Section 1;

Lease: State 'M' Lease (State Lease No.B1398-31)  
Description: NE 2/3 of Section 1;

all located Township 21 South, Range 35 East, NMPM, Lea County, New Mexico.

Oil production and gas well production shall be allocated to each lease by well tests. (If this method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.) Gas well production shall be separately metered prior to commingling.

NOTE: Casinghead gas from the State 'M' Lease is authorized to be commingled with gas well gas by Division Order PC-825. Such authorization shall remain and effectively permit such commingling to also occur under the authority of this Division Order, CTB-446.

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.

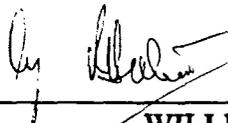
REMARKS: The commingled oil production shall be stored in the State A, L, and M tank battery facility located in Section 1, Township 21 South, Range 35 East, NMPM, Lea County, New Mexico. Commingled gas production shall be gathered at the central A, L, and M gas sales meter located in Section 12, Township 21 South, Range 35 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.

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*May 19, 1997*  
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DONE at Santa Fe, New Mexico, on this 19th day of May, 1997.

 Deputy Director  

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WILLIAM J. LEMAY,  
Division Director

WJL/BES

cc: Oil Conservation Division - Hobbs  
State Land Office - Oil & Gas Division