



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

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

**COMMINGLING ORDER PC-916
3rd Amendment**

Conoco, Inc.
10 Desta Drive, Suite 100 West
Midland, Texas 79705-4500

Attention: Ms. Ann E. Ritchie

Lease: Hardy '36' State Lease
Description: All of Section 36 except NW/4 NW/4,
Township 20 South, Range 37 East, NMPM,
Lea County, New Mexico.

The above-named company is hereby authorized to commingle Hardy Simpson-Ellenburger (Oil - 96227), North Hardy Tubb-Drinkard (Oil - 96356), South Cass-Strawn (Oil - 10460) **and North Hardy-Strawn (Oil - 96893)** Pool production from the above mentioned lease and to determine production from each pool by separately metering the production from the [downhole commingled] Hardy Simpson-Ellenburger and South Cass-Strawn Pools, and determining the North Hardy Tubb-Drinkard Pool production by the subtraction method.

North Hardy-Strawn Pool production shall be determined by well test. This method is authorized only so long as all commingled production is of marginal nature; further the operator shall notify the Santa Fe office of the Division in the event any well in the North Hardy-Strawn Pool becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate. All commingled production must be of identical ownership including working interest, royalty interest and overriding royalty interest.

REMARKS: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309.B 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.

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

NOTE: Commingled production shall be stored in the Hardy '36' State Lease tank battery facility located in Unit Letter 'K' of Section 36, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

NOTE: Like approval by the Commissioner of Public Lands, New Mexico State Land Office is also required.

Amended Commingling Order PLC-916

Conoco, Inc.

April 13, 2000

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DONE at Santa Fe, New Mexico, on this 13th day of April, 2000.

A handwritten signature in cursive script, appearing to read "Lori Wrotenbery".

LORI WROTENBERY,
Division Director

LW/MWA/kv

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



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

CORRECTED
COMMINGLING ORDER PC-916
3rd Amendment

Conoco, Inc.
10 Desta Drive, Suite 100 West
Midland, Texas 79705-4500

Attention: Ms. Ann E. Ritchie

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Description: **All of Section 36,**
Township 20 South, Range 37 East, NMPM,
Lea County, New Mexico.

The above-named company is hereby authorized to commingle Hardy Simpson-Ellenburger (Oil - 96227), North Hardy Tubb-Drinkard (Oil - 96356), South Cass-Strawn (Oil - 10460) **and North Hardy-Strawn (Oil - 96893)** Pool production from the above mentioned lease and to determine production from each pool by separately metering the production from the [downhole commingled] Hardy Simpson-Ellenburger and South Cass-Strawn Pools. and determining the North Hardy Tubb-Drinkard Pool production by the subtraction method.

North Hardy-Strawn Pool production shall be determined by well test. This method is authorized only so long as all commingled production is of marginal nature; further the operator shall notify the Santa Fe office of the Division in the event any well in the North Hardy-Strawn Pool becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate. All commingled production must be of identical ownership including working interest, royalty interest and overriding royalty interest.

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

Amended Commingling Order PLC-916

Conoco, Inc.

May 31, 2000

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NOTE: Commingled production shall be stored in the Hardy '36' State Lease tank battery facility located in Unit Letter 'K' of Section 36, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

NOTE: Like approval by the Commissioner of Public Lands, New Mexico State Land Office is also required.

DONE at Santa Fe, New Mexico, on this 30th day of May, 2000.



LORI WROTENBERY,
Division Director

LW/MWA/kv

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