



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-946

Marathon Oil Company
P.O. Box 2409
Hobbs, New Mexico 88241-2409

Attention: Mr. Bryan L. Williams

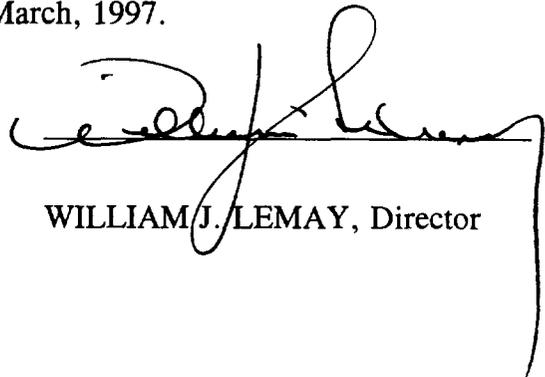
LEASE NAME: Warn State A/C 2 Lease
DESCRIPTION: W/2 Section 6, Township 18 South, Range 35 East,
NMPM, Lea County, New Mexico

The above-named company is hereby authorized to commingle Vacuum Drinkard (62110) and Vacuum Atoka (96454) Pool production in a common tank battery and to determine production from each pool by separately metering the production from each pool prior to commingling.

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

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.

DONE at Santa Fe, New Mexico, on this 17th day of March, 1997.


WILLIAM J. LEMAY, Director

WJL/BES

cc: Oil Conservation Division- Hobbs