



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-979

Marathon Oil Company
P.O. Box 2490
Hobbs, New Mexico 88240

Attention: Mr. Thomas Kacir

WELL NAME: W.H. Laughlin Lease, Well Nos. 7 and 8
DESCRIPTION: Section 9, Township 20 South, Range 37 East, NMPM,
Lea County, New Mexico.

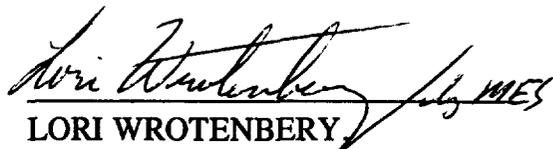
The above-named company is hereby authorized to commingle Monument Tubb (47090) and Monument Abo (46970) Pool production in a common tank battery and to determine the production from each well by well tests. This method is authorized only so long as all production is of marginal nature. Further, all commingled production must be of identical ownership including working interest, royalty interest and overriding royalty interest.

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

REMARKS: 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: Commingled production shall be stored in the W.H. Laughlin tank battery facility located in Section 9, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

DONE at Santa Fe, New Mexico, on this 23rd day of July, 1998.


LORI WROTENBERY
Division Director

LW/MWA/kv

cc: Oil Conservation Division- Hobbs