

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

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SANTA FE, NEW MEXICO 87504
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3rd AMENDMENT - COMMINGLING ORDER PLC-99

Southland Royalty Company
P.O. Box 51810
Midland, TX 79710-1810

Attention: Donna J. Williams

The above-named company is hereby authorized to commingle West Corbin-Delaware, South Corbin-Wolfcamp and South Corbin-Bone Spring Pool production from the following leases:

LEASE NAME: Federal "MA" Lease (LC-064944)
DESCRIPTION: NE/4 of Section 21, Township 18 South, Range 33 East, NMPM, and

LEASE NAME: Federal "MA" Com Lease (NM-0997)
DESCRIPTION: N/2 SE/4 of Section 21, Township 18 South, Range 33 East, NMPM,

both in Lea County, New Mexico

Production shall be allocated to each lease by well tests. (If this method or the subtraction method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.)

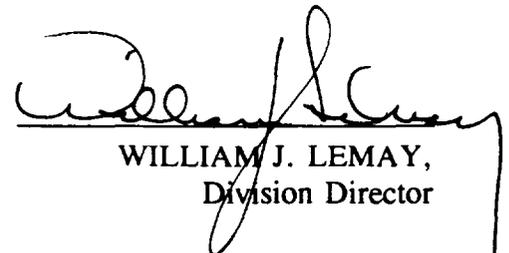
FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

NOTE: 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.

REMARKS: This amendment deletes the Aztec "22" Federal Well No. 3 from being commingled with the above-described production.

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DONE at Santa Fe, New Mexico, on this 8th day of August, 1994.



WILLIAM J. LEMAY,
Division Director

cc: Oil Conservation Division - Hobbs
US Bureau of Land Management - Carlsbad