



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

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

*AMENDED COMMINGLING ORDER PLC - 118*

Shell Western E & P, Inc.  
P.O. Box 567  
Houston, Texas 77001

Attention: Mr. Jeff A. Dethrow

The above-named company is hereby authorized to commingle Vacuum Drinkard (62110), Vacuum Wolfcamp (62340), Vacuum Middle Penn (62300) and **Wildcat Morrow (96589)** Pool production from the following leases:

Lease: State 'A' Well Nos. 9 and 10  
Description: NE/4 of Section 31 and;

Lease: Warn State A/C Well No.1  
Description: NE/4 SW/4 of Section 31,

Lease: State Ridge 'B' Com Well No.1  
Description: NE/4 SE/4 of Section 30,

all in Township 17 South, Range 35 East, Lea County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each lease prior to commingling.

REMARKS: Commingled production shall be stored in the State 'A' tank battery facility located in Unit Letter 'A' of Section 31, Township 17 South, Range 35 East, Lea County, New Mexico.

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

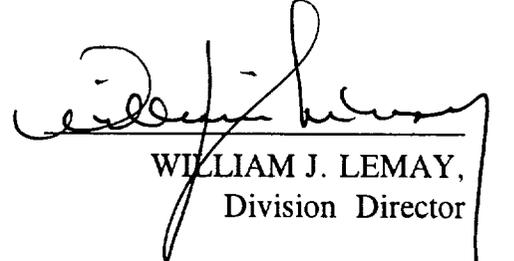
FURTHER: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B of the Division Rules and Regulations and the Division "Manual for the Installation and Operation of Commingling Facilities." It is the responsibility of the producer to notify the transporter of this commingling authority.

NOTE: Validation of this authority shall be accomplished by like approval by the State Land Office.

DONE at Santa Fe, New Mexico, on this 4th day of December, 1996.

*Amended Commingling Order PLC-118*  
*Phillips Petroleum Company*  
*December 4, 1996*  
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WILLIAM J. LEMAY,  
Division Director

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