



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

COMMINGLING ORDER CTB-388

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Attention: Rusty Klein

The above named company is hereby authorized to commingle South Dagger Draw-Upper Pennsylvanian Associated Pool production from the following leases:

Lease: Hillview "AHE" Federal Com Lease (Communitized)
Description: S/2 of Section 13, Township 20 South, Range 24 East, NMPM;

Lease: Ceniza "AGZ" Federal Com Lease (Communitized)
Description: N/2 of Section 13, Township 20 South, Range 24 East, NMPM; and,

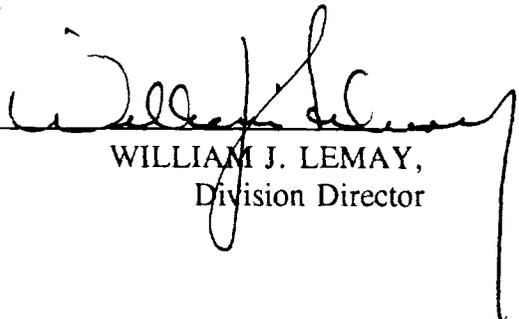
Lease: Ceniza "AGZ" Federal Com Lease (Communitized)
Description: S/2 of Section 12, Township 20 South, Range 24 East, NMPM

all in Eddy County, New Mexico.

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

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, 1994.


WILLIAM J. LEMAY,
Division Director

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