



NEW MEXICO ENERGY, MINERALS and

NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division
COMMINGLING ORDER PC-916
4th Amendment

Conoco, Inc.
10 Desta Drive, Suite 100 W
Midland, Texas 79705

Attention: Ms. Ann E. Ritchie

Lease: Hardy "36" State Lease
Description: All of Section 36, Township 20 South, Range 37 East, NMPM,
Lea County, New Mexico.

The above-named company is hereby authorized to commingle Hardy Simpson-Ellenburger (Oil - 96227), North Hardy Tubb-Drinkard (Oil - 96356), South Cass-Strawn (Oil - 10460), North Hardy-Strawn (Oil - 96893) and Wildcat-Blinebry (Oil -N/A) Pool production from the above mentioned lease and to determine production from each pool by:

Separately metering the gas production from each pool prior to commingling.
Conducting quarterly well tests to determine oil and water production.

REMARKS: 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.

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

NOTE: Commingled production shall be stored at the Hardy "36" State Lease tank battery located in the NE/4 SW/4 of Section 36, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.

DONE at Santa Fe, New Mexico, on this 22nd day of August, 2001.


LORI WROTENBERY,
Division Director

Amended Commingling Order PC-916

Conoco, Inc.

August 22, 2001

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LW/DRC

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