

TONEY ANAYA

GOVERNOR

STATE OF NEW MEXICO AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION



1**935** - 198

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE. NEW MEXICO 87501

1505) 827-5800

COMMINGLING ORDER PLC-74

Sun Exploration and Production Company P. O. Box 1861 Midland, Texas 79702-9970

Attention: Velma Reyes

The above-named company is hereby authorized to commingle Mescalero Escarpe Bone Springs pool production from the following leases:

Lease Name: Mescalero Ridge Federal Description: E/2 Sec. 13, T-18-S, R-33-E

Lease Name: Mescalero Ridge "A" Federal

Description: NE/4 NW/4, Sec. 18, T-18-S, R-34-E

Lease Name: Mescalero Ridge "B" Federal

Description: NW/4, S/2 SW/4, NW/4 SW/4, Sec. 13, T-18-S,

R-33-E

Lease Name: Mescalero Ridge "C" Federal

Description: NW/4 NW/4, S/2 NW/4, Sec. 18, T-18-S, R-34-E

all in Lea County, New Mexico.

Production shall be allocated to each lease except the Mescalero Ridge "B" Federal lease by well tests; (if this method or the subtraction method above is to be authorized, all commingled production must be of identical ownership: working interest, royalty interest, and overriding royalty interest).

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: The production from the Mescalero Ridge "B" Federal lease is to be separately metered prior to commingling.

DONE at Santa Fe, New Mexico, on this 7th day of November, 1985.

R. L. STAMETS, Director