NEW MEXICO OIL CONSERVATION DIVISION POST OFFICE BOX 2088 SANTA FE, NEW MEXICO 87501

SECOND AMENDMENT
COMMINGLING ORDER CTB-292

Conoco Inc. P. O. Box 460 Hobbs, New Mexico 88240

Attention: Mark K. Mosley, Division Manager

The above-named company is hereby authorized to commingle Empire-Abo pool production from the following leases:

Lease Name: State 19

Description: SE/4 Sec. 19, T-17-S, R-29-E, NMPM

Lease Name: State S-19

Description: E/2 SW/4 Sec. 19, T-17-S, R-29-E, NMPM

both in Eddy County, New Mexico.

Production shall be allocated to each lease by well tests. Therefore, 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 amended Administrative Order No. CTB-292 dated July 8, 1983, required that allocation of production to each lease be determined by separately metering the production from each lease prior to commingling. In reconsidering Conoco's amended application of February 17, 1983, the New Mexico Oil Conservation Division finds that by virtue of Conoco's State 19 Comm. Operating Agreement dated December 1, 1978, all working interest, royalty interest, and overriding royalty interest is common throughout both leases.

DONE at Santa Fe, New Mexico, on this 22nd day of August, 1983.

JOE D. RAMEY, Divisign Director

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