



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-1045

Arch Petroleum Inc.
P.O. Box 10340
Midland, Texas 79702

Attention: Ms. Cathy Tomberlin

Lease: S. J. Carr Lease
Description: SW/4 of Section 10, Township 24 South, Range 37 East, NMPM, Lea
County, New Mexico

The above-named company is hereby authorized to commingle Fowler-Upper Yeso (Oil – 26680), North Fowler-Abo (Oil – 96574) and Langlie Mattix (Seven Rivers-Queen-Grayburg) (Oil – 37240) Pool production from the above mentioned lease and to determine production from each pool by monthly well tests.

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.

Production shall be measured and stored at a tank battery located in the SW/4 NW/4 of Section 10, Township 24 South, Range 37 East, NMPM.

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

DONE at Santa Fe, New Mexico, on this 13th day of November, 2001.

LORI WROTENBERY,
Division Director

LW/DRC

cc: Oil Conservation Division- Hobbs