

ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION



July 9, 1987

GARREY CARRUTHERS
GOVERNOR

THIRD AMENDMENT
COMMINGLING ORDER PC-356

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

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

Attention: Bruce Goodwin

Lease Name: W. W. Weatherly

Description: W/2 NE/4, NW/4 SE/4, NE/4 SW/4, Sec. 17
T-21-S, R-37-E, NMPM, Lea County, N.M.

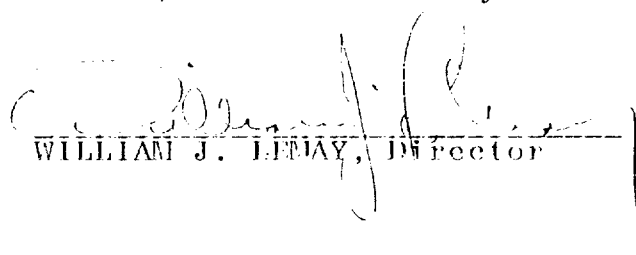
The above-named company is hereby authorized to commingle Penrose Skelly (Grayburg), Drinkard, and Tubb pool production in a common tank battery and to determine the production from each pool by well tests. (If this method is to be authorized, all commingled production must be of marginal nature; further, the operator shall notify the Santa Fe Office of the Division in the event any well in the commingled battery becomes capable of top allowable production, at which time the Division will amend this order or take such other action as may be appropriate.

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.

Gas from each of the wells on the lease is to be separately metered.

REMARKS: This amended order authorizes the addition of the Tubb Pool production to be commingled with the previously approved Penrose Skelly Grayburg and Drinkard production.

DONE at Santa Fe, New Mexico, on this 8th day of July, 1987.


WILLIAM J. LEMAY, Director