

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

COMMINGLING ORDER PC-776

Meridian Oil, Inc.
21 Desta Drive
Midland, TX 79705

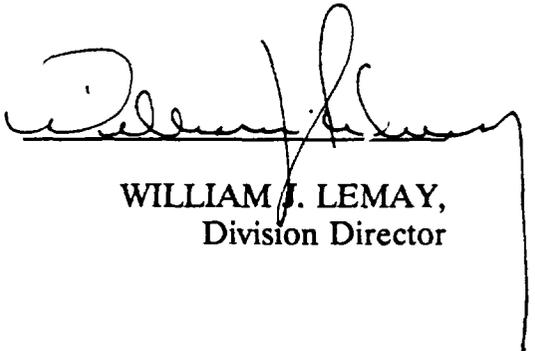
Attention: Robert L. Bradshaw

LEASE NAME: West Corbin Federal Lease
DESCRIPTION: Section 7: All; Section 8: S/2; Section 17: N/2; Section 18: All,
Township 18 South, Range 33 East, NMPM, Lea County, New Mexico.

The above-named company is hereby authorized to commingle South Corbin Wolfcamp and West Corbin Bone Spring Pool production in a common tank battery and to determine the production from each pool by separately metering the production from the West Corbin Bone Spring Pool and determining the South Corbin Wolfcamp Pool production by the subtraction method.

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.

DONE at Santa Fe, New Mexico, on this 21st day of June, 1990.



WILLIAM J. LEMAY,
Division Director

WJL/DRC/ag

cc: Oil Conservation Division - Hobbs
US Bureau of Land Management - Carlsbad