



STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

POST OFFICE BOX 2086
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

COMMINGLING ORDER PC-822

Marathon Oil Company
P.O. Box 552
Midland, TX 79702-0552

Attention: T. M. Price

LEASE NAME: Warn State A/C 2 Lease
DESCRIPTION: SW/4 of Section 6, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico.

The above-named company is hereby authorized to commingle Vacuum-Abo and Vacuum-Drinkard Pool production in a common tank battery and to determine the production from each pool by separately metering the production from the Vacuum-Drinkard Pool (Well No. 11) and determining the Vacuum-Abo/Vacuum-Drinkard (Well Nos. 8, 9 and 10) Pool production by the subtraction method. In addition, annual production tests shall be conducted on Well Nos. 8, 9 and 10).

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

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.

REMARKS: The Warn State A/C 2 Well No. 9 is currently downhole commingled in the Vacuum-Abo and Vacuum-Drinkard Pools. All production from the subject lease shall be stored in a tank battery to be located in Unit N of said Section 6.

DONE at Santa Fe, New Mexico, on this 8th day of December, 1992.

WILLIAM J. LEMAY,
Director

cc: Oil Conservation Division- Hobbs
State Land Office - Santa Fe