



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



CORRECTED
COMMINGLING ORDER PC-825

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

BRUCE KING
GOVERNOR

AN TA LOCKWOOD
CABINET SECRETARY

Citation Oil & Gas Corporation
8223 Willow Place
Suite 250
Houston, Texas 77070

Attention: Sharon E. Ward

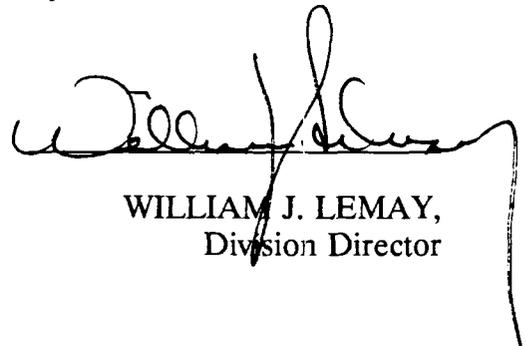
LEASE NAME: State "M" Lease
DESCRIPTION: Lots, 1, 2, 7, 8, 9, 10, 15, and 16, Section 1, Township 21 South,
Range 35 East, NMPM, Lea County, New Mexico.

The above-named company is hereby authorized to commingle Eumont Yates Seven Rivers Queen (Casing Head Gas) and Eumont Yates Seven Rivers Queen (Gas Well Gas) Pool gas production from the State "M" Well No. 4, in a common sales line and to determine the production from each pool by separately metering the gas production from each pool prior to commingling.

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.

FURTHER: The operator shall notify the supervisor of the Hobbs District Office prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 2nd day of February 1993.



WILLIAM J. LEMAY,
Division Director

cc: Oil Conservation Division - Hobbs
NMSLO - Santa Fe