

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 PLC-80

Marks-Garner Production Company
P.O. Box 70
Lovington, NM 88260

Attention: J. H. Buddy Garner

The above-named company is hereby authorized to commingle Wilson Yates Seven Rivers, West Wilson Seven Rivers and North San Simon Yates Associated Pool production from the following leases:

LEASE NAME: Kaiser State Lease
DESCRIPTION: SW/4 NW/4, NW/4 SW/4, SE/4 SW/4, NW/4 SE/4, Section 13, Township 21 South, Range 34 East

LEASE NAME: Wilson State Lease
DESCRIPTION: NE/4 SE/4, Section 23, Township 21 South, Range 34 East

LEASE NAME: Wilson "A" State Lease
DESCRIPTION: NW/4 NE/4, Section 7, Township 21 South, Range 35 East

LEASE NAME: State "A" Lease
DESCRIPTION: SW/4 SE/4, Section 16, Township 21 South, Range 34 East

LEASE NAME: State "B" Lease
DESCRIPTION: NW/4 NE/4, Section 21, Township 21 South, Range 34 East

LEASE NAME: State "23" Lease
DESCRIPTION: SE/4 NW/4, Section 23, Township 21 South, Range 34 East

LEASE NAME: State "E" Lease
DESCRIPTION: NE/4 SW/4, Section 23, Township 21 South, Range 34 East

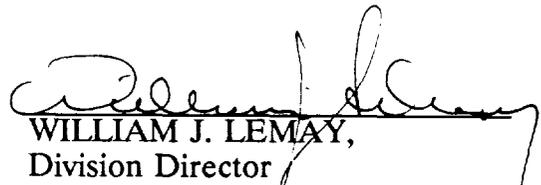
LEASE NAME: State "19" Lease
DESCRIPTION: NE/4 NE/4, Section 19, Township 21 south, Range 35 East

Production shall be allocated to each lease by well tests. (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 309-B 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: This order supercedes Order No. CTB-332, which authorized the commingling of Wilson Yates Seven Rivers Pool production from the Kaiser State Lease and Wilson State Lease.

DONE at Santa Fe, New Mexico, on this 15th day of December, 1989.


WILLIAM J. LEMAY,
Division Director