



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-83

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Attention: Paul Ragsdale

The above named company is hereby authorized to commingle South Dagger Draw Upper Pennsylvanian and North Dagger Draw Upper Pennsylvanian Pool production from the following leases:

LEASE NAME: Sarah "AHA" Lease
DESCRIPTION: S/2 Section 11, T-20 South, R-24 East, NMPM; and

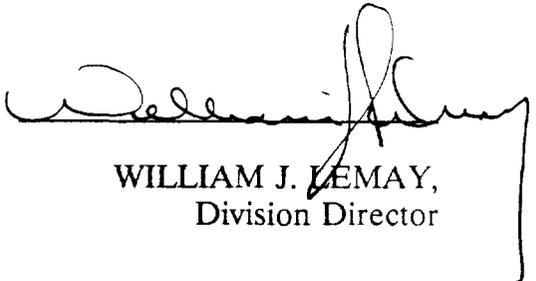
LEASE NAME: Saguaro "AGS" Federal Lease
DESCRIPTION: NE/4 Section 11, T-20 South, R-24 East, NMPM,

All in Lea County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each lease 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.

DONE at Santa Fe, New Mexico, on this 11th day of December, 1990.


WILLIAM J. LEMAY,
Division Director