

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

COMMINGLING ORDER PLC-282

Pogo Producing Company P.O. Box 10340 Midland, Texas 79702

The above-named company is hereby authorized to surface commingle gas production from the Four Mile Draw-Morrow (Gas – 76960) and Northwest Lake McMillan-Wolfcamp (Oil – 97463) Pools originating from the following-described area comprised of two separate fee leases in Eddy County, New Mexico:

Lease Name:

Lake Wood "14" Lease

Description:

W/2 of Section 14, Township 19 South, Range 26 East, NMPM;

Wells:

Lake Wood "14" Well No. 2 (API No. 30-015-33973), 1830' FNL & 660' FWL,

Unit E, Section 14;

Lake Wood "14" Well No. 4 (API No. 30-015-34605), 660' FSL & 660' FWL,

Unit M, Section 14;

Lease Name:

Lake Wood "15" Lease

Description:

NE/4 SE/4 of Section 15, Township 19 South, Range 26 East, NMPM;

Wells:

Lake Wood "15" Well No. 1 (API No. 30-015-33574), 1750' FSL & 660' FEL,

Unit I, Section 15;

Due to the diversity of ownership between the leases, separate gas allocation meters shall be installed so as to measure the gas production from each lease prior to commingling. After being measured, the gas will be combined and sent on to a gas sales meter located in the NE/4 SE/4 of Section 15, Township 19 South, Range 26 East, NMPM, on the Lake Wood "15" Lease. No liquids shall be commingled.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Artesia District Office of the Division upon commencement of commingling operations.

Done, at Santa Fe, New Mexico on this 5th day of June, 2006.

MARK E. FESMIRE, P.E.,

Division Director

MEF/drc

cc:

OCD-Artesia

Ms. Anne E. Ritchie

P.O. Box 953

Midland, Texas 79702