



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

COMMINGLING ORDER PLC-239

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210

Attention: Ms. Mayte Reyes

The above-named company is hereby authorized to surface commingle Red Tank-Bone Spring (Oil – 51683), West Red Tank-Delaware (Oil – 51689) and Diamondtail-Bone Spring (Oil – 17644) Pool production from the following wells and leases located in Lea County, New Mexico:

Lease: Thyme "APY" Federal Lease (Federal Lease No. NM-81274)
Description: W/2 NE/4, NE/4 NW/4, NW/4 SW/4 of Section 1, T-23 South, R-32 East, NMPM;

Wells: Thyme "APY Federal No. 1 (API No. 30-025-33370)
Unit B, Red Tank-Bone Spring Pool;

Thyme "APY Federal No. 2 (API No. 30-025-33529)
Unit G, Red Tank-Bone Spring Pool;

Thyme "APY Federal No. 3 (API No. 30-025-33530)
Unit C, West Red Tank-Delaware Pool;

Thyme "APY Federal No. 11 (API No. 30-025-36192)
Unit L, West Red Tank-Delaware/Diamondtail-Bone Spring Pools;

Lease: Coriander "AOC" State Lease (State Lease No. V-4297)
Description: NE/4 NE/4 of Section 1, T-23 South, R-32 East, NMPM;

Wells: Coriander "AOC" State No. 1 (API No. 30-025-33531)
Unit A, Red Tank-Bone Spring/West Red Tank-Delaware Pools;

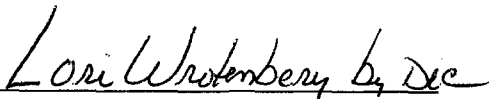
Due to the diverse ownership between the Thyme "APY" Federal and the Coriander "AOC" State Leases, production from each of the leases shall be separately metered prior to commingling.

The commingled production shall be stored at the Thyme "APY" Federal tank battery located in Unit B of Section 1, Township 23 South, Range 32 East, NMPM, Lea County, New Mexico.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Hobbs district office of the Division upon commencement of commingling operations.

Done, at Santa Fe, New Mexico on this 15th day of January, 2004.

Remarks: This order supersedes Division Order No. CTB-444 dated February 26, 1997.


LORI WROTENBERY
Division Director

LW/DRC

cc: Oil Conservation Division – Hobbs
State Land Office-Oil & Gas Division
Bureau of Land Management-Carlsbad
File-CTB-444