



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

CORRECTED COMMINGLING ORDER CTB-450

Mack Energy Corporation
P.O. Box 960
Artesia, New Mexico 88211-0960

Attention: Mr. Robert C. Chase

The above named company is hereby authorized to commingle Artesia Queen-Grayburg-San Andres (3230) Pool production from the following leases:

Lease: Atsel Federal Well No.1 (Federal Lease No.LC-062407)
Description: SW/4 SE/4 of Section 30, and;

Lease: Leonard Federal Well No.9 (Federal Lease No.NM-29269)
Description: NW/4 SWE4 , Section 30;

both located Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico.

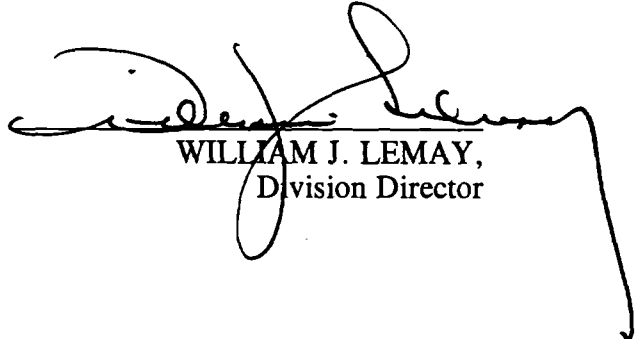
Production shall be allocated to each lease by well tests. (If this method is to be authorized, all commingled production must be of identical ownership including working interest, royalty interest, and overriding royalty interest.)

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.

REMARKS: The commingled production shall be stored in the Atsel-Leonard commingling tank battery facility located in Unit Letter 'O', Section 30, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico.

FURTHER: The operator shall notify the Artesia district office of the Division prior to implementation of the commingling process.

DONE at Santa Fe, New Mexico, on this 30th day of June, 1997.


WILLIAM J. LEMAY,
Division Director

WJL/BES

cc: Oil Conservation Division - Artesia
Bureau of Land Management - Carlsbad