



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

COMMINGLING ORDER CTB-463

Maralo, Inc.
P.O. Box 832
Midland, Texas 79702-0832

Attention: Ms. Dorothea Logan

The above named company is hereby authorized to commingle Nash Draw-Brushy Canyon (47545) Pool production from the following leases:

Lease: Gold Rush '30' Federal Well Nos.2 and 7 (Federal Lease No.NM-81622)
Description: S/2 SE/4 of Section 30, and;

Lease: Gold Rush '31' Federal Well No.1 (Federal Lease No.NM-92180)
Description: NE/4 NE/4 , Section 31;

both located Township 23 South, Range 30 East, NMPM, Eddy 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.

REMARKS: The commingled production shall be stored in the Gold Rush '30' Federal Well No.7 tank battery facility located in Unit Letter 'P', Section 30, Township 23 South, Range 30 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 24th day of February, 1998.


LORI WROTENBERY,
Division Director

WJL/BES/kv

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