



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

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

COMMINGLING ORDER PLC - 119

Meridian Oil Company
P.O. Box 51810
Midland, Texas 79710-1810

Attention: Ms. Donna J. Williams

The above-named company is hereby authorized to commingle Triste Draw Delaware (59930) and South Sand Dunes Bone Spring (53805) Pool production from the following leases:

Lease: Little Jack '30' Federal (NM86927) Delaware and Bone Spring Production.
Description: S/2 NE/4 and SE/4 of Section 30, and;

Lease: Darius 'ADS' Federal (NM66924) Delaware Production.
Description: N/2 NE/4 of Section 30,

both in Township 23 South, Range 32 East, Lea County, New Mexico.

Production shall be allocated to each lease by separately metering the production from the Darius 'ADS' Federal Lease while the production from the Little Jack '30' Federal Lease shall be determined by well tests. (If this method is to be authorized, all commingled production shall be of identical ownership including working interest, royalty interest, and overriding royalty interest.)

REMARKS: Royalty ownership of the Darius 'ADS' Federal Lease is diverse whereas ownership of the Little Jack '30' Federal Lease is common.

FURTHER: The operator shall notify the Hobbs District Office of the Division upon implementation of the commingling process.

NOTE: This installation shall be installed and operated in accordance with the applicable provisions of Rule 309-B 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.

NOTE: Validation of this authority shall be accomplished by like approval by the U.S. Bureau of Land Management.

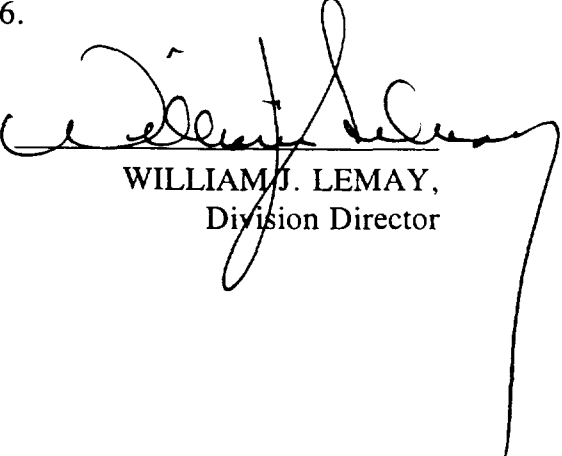
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Meridian Oil Company

May 1, 1996

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DONE at Santa Fe, New Mexico, on this 1st day of May, 1996.



WILLIAM J. LEMAY,
Division Director

WJL/BES

cc: Oil Conservation Division - Hobbs
US Bureau of Land Management - Carlsbad