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

COMMINGLING ORDER PLC-142

Amerada Hess Corporation P.O. Drawer D Monument, New Mexico 88265

Attention: Mr. Robert L. Williams

The above-named company is hereby authorized to commingle Skaggs Grayburg (57380), East Skaggs Abo (56630) and Warren McKee (63270) Pool production from the following leases:

Lease:

Warren McKee Unit

Description:

NW/4 NW/4 of Section 20, SE/4 NW/4 and NW/4 SE/4 of Section 18,

SW/4 SE/4 of Section 7, and W/2 SW/4 of Section 17, and,

Lease:

Fred Turner 'A' Well No.15

Description: NE/4 SE/4 of Section 18, and,

Lease:

Mary J. Raley 'A' Well No.1

Description: NE/4 NE/4 of Section 18, and,

Lease:

Mary J. Raley Well No.2

Description: SW/4 SW/4 of Section 8.

all in Township 20 South, Range 38 East, NMPM, Lea County, New Mexico.

Production shall be allocated to each lease by separately metering the production from each lease and pool prior to commingling.

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

REMARKS: 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: The commingled production shall be stored in the Warren McKee and F. Turner tank battery facility located in Unit Letter 'I' of Section 18, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico.

Commingling Order PLC-142 Amerada Hess Corporation May 5, 1998 Page 2

DONE at Santa Fe, New Mexico, on this 5th day of May, 1998.

ŁORI WROTENBERY, Division Director

LW/BES/kv

cc: Oil Conservation Division - Hobbs