



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

COMMINGLING ORDER PLC-95

Meridian Oil, Inc.
Attention: Maria L. Perez
P.O. Box 51810
Midland, TX 79710-1810

The above-named company is hereby authorized to commingle South Corbin Wolfcamp Pool production from the following leases:

LEASE NAME: Aztec 22 Federal Lease Well No. 2
DESCRIPTION: N/2 NW/4 of Section 22, Township 18 South, Range 33, NMPM, and

LEASE NAME: Percha 15 Federal Lease Well No. 3
DESCRIPTION: N/2 SW/4 of Section 15, Township 18 South, Range 33, NMPM,
both in Lea County, New Mexico

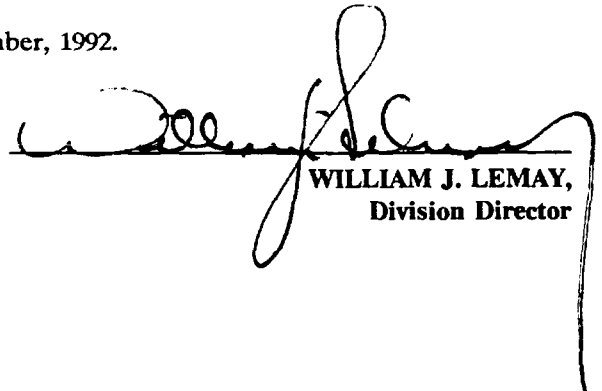
Production shall be allocated to each lease by separately metering the production from each lease prior to commingling.

Commingled production will be stored off-lease in the Aztec 22 Federal Battery located in Unit F of Section 22, Township 18 South, Range 33 East, Lea County, New Mexico. Meridian Oil, Inc. will operate the Aztec 22 Federal Well No. 2 on behalf of Southland Royalty Company.

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.

DONE at Santa Fe, New Mexico, on this 17th day of November, 1992.


WILLIAM J. LEMAY,
Division Director

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