



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

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

COMMINGLING ORDER PC-1007

ARCO Permian
P.O. Box 1610
Midland, Texas 79702-1610

Attention: Ms. Elizabeth A. Casbeer

LEASE: Sweet Thing State 36 Lease (State Lease No. VA0802) Wells No. 1 and 2
DESCRIPTION: E/2 of Section 36, Township 20 ½ South, Range 21 East, NMPM, Eddy
County, New Mexico.

The above-named company is hereby authorized to commingle Little Box Canyon-Morrow (Gas - 80240) and Loafer Draw-Upper Pennsylvanian (Gas - 80313) Pool production from the above mentioned lease and to determine production from each pool by separately metering each pool prior to commingling. Gas production will not be commingled.

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: Commingled production shall be measured and stored at the Sweet Thing State 36 Lease tank battery facility located in Section 36, Township 20 ½ South, Range 21 East, NMPM, Eddy County, New Mexico.

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

PROVIDING: Validation of this authority shall be accomplished with like approval by the New Mexico State Land Office.

DONE at Santa Fe, New Mexico, on this 17th day of April, 2000.

LW/MWA/kv

cc: Oil Conservation Division- Artesia
State Land Office - Oil & Gas Division

