



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor

Joanna Prukop
Cabinet Secretary
Acting Director

Oil Conservation Division
COMMINGLING ORDER PLC-220-A
(Amended Order)

Xeric Oil & Gas Corporation
1801 W. Texas
P.O. Box 352
Midland, Texas 79702

Attention: Ms. Angie Crawford

The New Mexico Oil Conservation Division (OCD) hereby authorizes Xeric Oil & Gas Corporation (Xeric) to surface commingle oil, water, and gas production from Xeric operated wells in these pools and acreage all located in Lea County, New Mexico. Off lease sales are also approved within these pool-acreage blocks.

Township 20 South, Range 39 East, NMPM
DK-Abo (Oil 15200)

Unit D, Section 20 (40 acres)
Unit M, Section 17 (40 acres)

DK-Drinkard (Oil 15390)

Unit D, Section 20 (40 acres)
Unit M, Section 17 (40 acres)

The following wells are included in this commingle at this time.

Porfidio State Well No.1 API No. 30-025-35890
Unit M, Section 17, Township 20 South, Range 39 East, NMPM,
Undesignated D-K-Drinkard (Oil 15390), and
Undesignated D-K-Abo (Oil 15200) Pools
Down hole commingled under Division Order DHC-3063

Julio State Well No.1 API No. 30-025-35889
Unit D, Section 20, Township 20 South, Range 39 East, NMPM,
Undesignated D-K-Abo (Oil 15200), and
Undesignated D-K-Drinkard (Oil 15390) Pool
Down hole commingled under Division order DHC-3262


Production shall be allocated to each lease and pool by periodic well tests.

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

It is the responsibility of the producer to notify the transporter of this commingling authority.

Administrative Order PLC-220-A
Xeric Oil & Gas Corporation
April 12, 2004
Page 2 of 2

Amended at Santa Fe, New Mexico, on this 12th day of April 2004.


JOANNA PRUKOP,
Acting Division Director

JP/wvjj

cc: Oil Conservation Division – Hobbs
State Land Office – Santa Fe