



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

COMMINGLING ORDER PLC-286

Nearburg Producing Company
3300 North A Street
Building 2, Suite 120
Midland, Texas 79705

Attention: Ms. Sarah Jordan

The above-named company is hereby authorized to surface commingle production from the North Dagger Draw-Upper Pennsylvanian (Oil – 15472) and Undesignated Seven Rivers-Yeso (Oil – 55670) Pools originating from the following-described fee leases in Eddy County, New Mexico:

Lease Name: B & B "22" Lease
Description: E/2 of Section 22, Township 19 South, Range 25 East, NMPM;

Wells: B & B "22" Well No. 1 (API No. 30-015-22466), Unit G
B & B "22" Well No. 4 (API No. 30-015-28430), Unit B
B & B "22" Well No. 7 (API No. 30-015-28431), Unit H
B & B "22" Well No. 8 (API No. 30-015-28427), Unit I
B & B "22" Well No. 10 (API No. 30-015-29770), Unit O
B & B "22" Well No. 11 (API No. 30-015-30816), Unit P

Lease Name: Ross Ranch "22" Lease
Description: W/2 of Section 22, Township 19 South, Range 25 East, NMPM;

Wells: Ross Ranch "22" Well No. 2 (API No. 30-015-27458), Unit E
Ross Ranch "22" Well No. 3 (API No. 30-015-28375), Unit C
Ross Ranch "22" Well No. 4 (API No. 30-015-28380), Unit F
Ross Ranch "22" Well No. 8 (API No. 30-015-28379), Unit M

Lease Name: South Boyd "27" Lease
Description: NE/4 NE/4 & NW/4 NW/4 of Section 27,
Township 19 South, Range 25 East, NMPM;

Wells: South Boyd "27" Well No. 6 (API No. 30-015-28588), Unit D
South Boyd "27" Well No. 10 (API No. 30-015-30869), Unit A

Due to the diversity of ownership between the wells/leases, the production from each well shall be separately metered prior to commingling. Oil production originating from the North Dagger Draw-Upper Pennsylvanian Pool shall be stored separately from the oil production originating from the Undesignated Seven Rivers-Yeso Pool.

It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Artesia District Office of the Division upon commencement of commingling operations.

Done, at Santa Fe, New Mexico on this 16th day of January, 2007.

Remarks: This order supersedes and replaces Division Order No. CBT-459 dated November 19, 1997.



MARK E. FESMIRE, P.E.,
Division Director

MEF/drc

cc: OCD-Artesia
File-CTB-459