

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor Joanna Prukop Cabinet Secretary Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER CTB-540

Marathon Oil Company PO Box 3487 Houston, Texas 77253-3487

Attention: Mr. Charles Kendrix

The above named company is hereby authorized to commingle Burton Flat-Morrow (Prorated Gas 73280) Pool gas production from the following Eddy County, New Mexico leases.

Federal Lease No. NM 01165 Yates Federal Well No. 4 API No. 30-015-21068 Unit H, Section 18, Township 20 South, Range 29 East, NMPM;

Federal Lease No. NM 104028 Yates Federal Com Well No. 1 API No. 30-015-20926 Unit N, Section 8, Township 20 South, Range 29 East, NMPM.

Gas production shall be separately and continuously metered for each well. The sale of gas off-lease is approved. The gas sales point shall be located in Unit E, Section 9, Township 28 South, Range 29 East, NMPM, Eddy County, New Mexico.

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 prior to implementation of commingling operations.

DONE at Santa Fe, New Mexico, on this 29th day of February 2004.

LORI WROTENBERY,

Director

LW/wvjj

cc:

Oil Conservation Division - Artesia Bureau of Land Management-Carlsbad