

NEW MEXICO OIL CONSERVATION DIVISION
POST OFFICE BOX 2088
SANTA FE, NEW MEXICO 87501

COMMINGLING ORDER CTB-278

Company: Marathon Oil Company
Address: P. O. Box 2409
City, State, Zip: Hobbs, New Mexico 88240

Attention: Mr. William R. Huck

The above-named company is hereby authorized to commingle

South Eunice
pool production from the following leases:

Lease Name: McDonald State A/C 1
Description: All of Sec. 16, T-22-S, R-36-E, NMPM, Lea County
except the NE/4 NW/4 and W/2 NW/4
Lease Name: McDonald State A/C1-A
Description: All of Sec. 15, T-22-S, R-36-E, NMPM

Lease Name:
Description:

Production shall be allocated to each lease by

 separately metering the production from each lease prior to
commingling

 separately metering the production from the
and determining the
production by the subtraction method

 X well tests (if this method or the subtraction method above is
to be authorized, all commingled production must be of identical
ownership: working interest, royalty interest, and overriding
royalty interest)

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.

REMARKS: Inasmuch as both of the above leases are part of the same
basic State Lease (No. A-2614), Land Office approval is not
deemed necessary.

DONE at Santa Fe, New Mexico, on this 7th day of June 1978.


JOE D. RAMEY, Division Director