



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Betty Rivera
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER CTB-531

Marbob Energy Corporation
PO Box 227
Artesia, New Mexico 88211

Attention: Mr. Dean Chumbley

The above named company is hereby authorized to commingle Northeast Red Lake-Glorieta Yeso (Oil - 96836) Pool production from the following Eddy County, New Mexico leases:

Lease: AAO Federal Well No. 1 API: 30-015-32307 (Federal Lease No. LC-062412)
Lot 4 (NW/4 NW/4), Section 1, Township 18 South, Range 27 East, NMPM; and

Lease: AAO Federal (All Wells) (Federal Lease No. NM-0557371)
Lots 1, 2, 3 and Units E, F, G, H, K, L, M, N (SW/4, NE/4, NE/4 NW/4, S/2 NW/4)
Of Section 1, Township 18 South, Range 27 East, NMPM


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

Production shall be commingled at the AAO Federal tank battery location near the AAO Federal Well No. 2 in Lot 3.

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.

FURTHER: The operator shall notify the Hobbs district office of the Division prior to implementation of commingling operations.

DONE at Santa Fe, New Mexico, on this 19th day of December 2002.


Lori Wrotenbery
LORI WROTENBERY,
Director

LW/wvjj

cc: Oil Conservation Division - Artesia
Bureau of Land Management-Carlsbad