STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

AMENDED COMMINGLING ORDER PLC-83

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210

Attention: Rusty Klein

The above-named company is hereby authorized to commingle South Dagger Draw-Upper Pennsylvanian Associated and North Dagger Draw-Upper Pennsylvanian Pool production from the following leases:

LEASE NAME:

Sara "AHA" - Saguaro "AGS" - Conoco "AGK" Federal Leases (Communitized)

DESCRIPTION:

S/2 of Section 11, Township 20 South, Range 24 East, NMPM, and

LEASE NAME:

Sara "AHA" Com Lease

DESCRIPTION:

NE/4 of Section 11, Township 20 South, Range 24 East, NMPM,

both in Eddy County, New Mexico

Production shall be allocated to each well by separately metering the production from each well prior to commingling.

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

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.

DONE at Santa Fe, New Mexico, on this 16th day of March, 1994.

WILLIAM J. LEMAY,

Division Director

cc:

Oil Conservation Division - Artesia

US Bureau of Land Management - Carlsbad