STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT



OIL CONSERVATION DIVISION

POST OFFICE BOX 2088

STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504

(505) 827-5800

AMENDED

COMMINGLING ORDER PLC-89

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

> Meridian Oil, Inc. P.O. Box 51810 Midland, Texas 79710-1810

> Attention: Connie L. Malik

The above-named company is hereby authorized to commingle West Corbin - Delaware, South Corbin - Wolfcamp and South Corbin Bone Spring Pool production from the following leases:

LEASE NAME:	State "16" Lease (LG-4087)
DESCRIPTION:	S/2 Section 16, Township 18 South, Range 33 East, NMPM;
LEASE NAME:	Percha "15" State Lease (VB-161)
DESCRIPTION:	S/2 SW/4, NE/4 SW/4, Section 15, Township 18 South, Range 33 East, NMPM
LEASE NAME:	Corbin State Lease (LH-1840)
DESCRIPTION:	SE/4 NE/4 Section 16, Township 18 South, Range 33 East, NMPM;

Lea County, New Mexico

Production shall be allocated to each lease by well tests; (If this method or the subtraction method is to be authorized, all commingled production must be of identical ownership including 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: Production shall be stored in a common tank battery located in Unit J of said Section 16. This order supersedes Division Order No. PC-757.

DONE at Santa Fe, New Mexico, on this 24th day of June, 1992.

LIAM J. LÉMAY, Division Director

cc: Oil Conservation Division - Hobbs State Land Office - Oil & Gas Division File: PC-757