



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

2ND AMENDMENT - COMMINGLING ORDER PLC-99

Southland Royalty Company
P.O. Box 51810
Midland, TX 79710-1810

Attention: Maria Perez

LEASE NAME: Federal "MA" Lease
DESCRIPTION: N/2 NE/4, NE/4 SE/4 Section 21; NE/4 NW/4 Section 27, Township 18 South, Range 33 East, NMPM,

LEASE NAME: Aztec "22" Federal Well No. 3
DESCRIPTION: NW/4 NW/4 Section 22, Township 18 South, Range 33 East, NMPM,

Both in Lea County, New Mexico.

The above-named company is hereby authorized to commingle West Corbin-Delaware, South Corbin-Wolfcamp and South Corbin-Bone Spring Pool production in a common tank batter. Production from the subject leases shall be determined as follows:

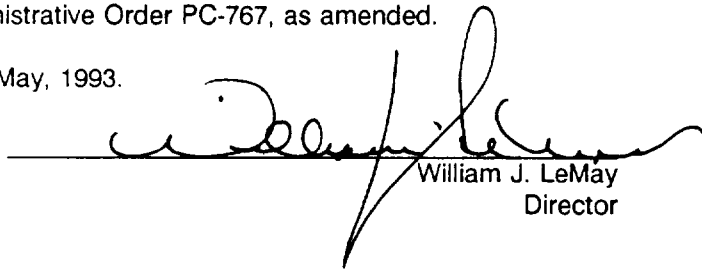
- (a) Production from the Aztec "22" Federal Well No. 3, West Corbin-Delaware Pool shall be individually and separately metered prior to commingling.
- (b) The remaining production shall be allocated on the basis of monthly well tests.

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 prior to implementation of the commingling process.

NOTE: This order supersedes Division Administrative Order PC-767, as amended.

DONE at Santa Fe, New Mexico, on this 10th day of May, 1993.


William J. LeMay
Director

cc: Oil Conservation Division - Hobbs
US Bureau of Land Management - Carlsbad