



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

COMMINGLING ORDER # 175



Marathon Oil Company
P.O. Box 552
Midland, Texas 79702-0552

Attention: Ms. Ginny Larke

The above-named company is hereby authorized to commingle Indian Basin-Upper Pennsylvanian (Prorated Gas - 79040) and South Dagger Draw-Upper Pennsylvanian (Associated - 15475) Pool production from the following leases:

Lease: Indian Basin "A" Wells No. 2 (API No. 30-015-26011) and 3 (API No. 30-015-27932) (Federal Lease No. NM05612A)

Description: NE/4 SW/4 and SE/4 NW/4 of Section 22, Township 21 South, Range 23 East, NMPM;

Lease: North Indian Basin Gas Com Well No. 32 (API No. 30-015-29305), Federal IBA Gas Com Well No. 1 (API No. 30-015-10556), and Federal IBA Gas Com Well No. 2 (API No. 30-015-30041) (Federal Leases No. NM0384628, NM05608, and Com Agreement SW-280)

Description: SE/4 NW/4, NE/4 SE/4, and NE/4 SW/4 of Section 15, Township 21 South, Range 23 East, NMPM;

located in Eddy County, New Mexico.

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

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: The commingled production shall be measured and stored at the station 215 production facility located in NE/4 SW/4 of Section 15, Township 21 South, Range 23 East, Eddy County, New Mexico.

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