



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

Surface Commingling Order CTB-572
OLM/OLS

January 18, 2008

Apache Corporation
6120 S. Yale Street, Suite 1500
Tulsa, OK 74136-4224

Attention: Amanda Pickney

Apache Corporation is hereby authorized to surface commingle Bronco; Siluro Devonian Pool (7410) oil production from the following Federal leases.

Lease: Federal A Lease

Well: Federal A Well No. 2 (**API No. 30-025-07239**) Unit B Section 14
Township 13 South, Range 38 East, NMPM, Lea County New Mexico

Lease: HD Schenck Lease

Well: HD Schenck Well No. 1 (**API No. 30-025-07242**) Unit A Section 14
Township 13 South, Range 38 East, NMPM, Lea County, New Mexico

Commingled oil production from the wells detailed above shall be measured and sold at the HD Schenck Tank Battery located in Unit A of Section 14, Township 13 South, Range 38 East, NMPM, Lea County, New Mexico.

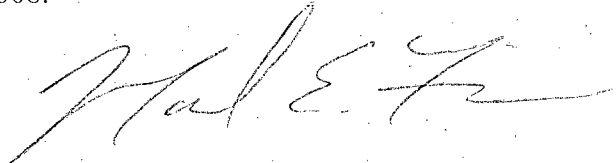
Oil production from the Federal A Lease shall be measured continuously with calibrated allocation meters prior to commingling with the HD Schenck production for sales. The commingled oil and gas production from the Federal A Lease is approved for off-lease measurement and sales.

Oil production from the HD Schenck Lease shall be measured continuously with calibrated allocation meters prior to commingling with the Federal A Lease production for sales.

NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. 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 January 18, 2008.



MARK E. FESMIRE, P.E.,
Division Director

MEF/re

cc: Oil Conservation Division – Hobbs
Bureau of Land Management (BLM) - Carlsbad