New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson

Governor

Joanna Prukop Cabinet Secretary Reese Fullerton Deputy Cabinet Secretary Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order PC-1203 October 21, 2008

Range Operating New Mexico, Inc. 100 Throckmorton Street, Suite 1200 Fort Worth, Texas 76102

Attention: Paula Hale:

Range Operating New Mexico, Inc. (OGRID 227588) is hereby authorized to surface commingle oil and gas production from the following wells and pools, all with surface locations in Unit F Section 17 Township 22 South Range 37 East, NMPM, Lea County, New Mexico:

API 30-025	Well	Well Status	Feet FNL	Feet FWL	Completion	Orders
10337	State C No.1	Existing	1980	1981.5	SW Eunice;San Andres	
_38170	State C No.2	Existing	1650	2195	SW Eunice;San Andres	
38583	State C-17 No.1	New	2310	2310	Blinebry Oil & Gas (Oil) Tubb Oil & Gas (Oil) Drinkard Wantz;Abo	DHC- Pending

It is our understanding that ownership is diverse between pools and all wells are located in the State C Lease 301555.

The State C-17 Well No. 1 shall be equipped with separate oil and gas separation and meters such that both oil and gas is continuously and separately metered prior to commingling with oil and gas from the State C Wells No. 1 and 2.

It is also our understanding the State Land Office has given preliminary approval for this commingle. It is the responsibility of the producer to notify the transporter of this commingling authority. The operator shall notify the Hobbs district office of the Division upon commencement of commingling operations.

MARK E. FESMIRE, P.E.,

Division Director

MEF/tw

cc:

Oil Conservation Division - Hobbs

State Land Office - Oil, Gas, and Minerals Division