

Aubrey Dunn COMMISSIONER

State of New Mexico Commissioner of Public Lands

March 31, 2016

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

WS OIL AND GAS OPERATING, LLC PO BOX 5375 MIDLAND, TX 79704

Attention: Ms. Carrie Stoker

Re: Request Surface Commingle Wilson State Central Tank Battery Sec 36-18S-29E Fina State #1 API #30-015-24973 (VB-0405-3) Wilson State #1 API #30-015-24994 (BO-6631-36) Turkey Track: Seven Rivers Queen Grayburg San Andres Pool #61020 Eddy County, New Mexico

Dear Ms. Stoker:

We are in receipt of your amended application requesting to surface commingle the above captioned wells into a central tank battery at Wilson State Battery located in the NW4SW4 Sec 36-18S-29E Lease BO-6631-36.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with, and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved. Our approval is subject to like approval by the New Mexico Oil Conservation Division. Please submit a copy of the NMOCD's approval to this office.

Our approval does not constitute the granting of any right-of-way or construction rights not granted by the lease instrument. Our approval is subject to WS Oil and Gas Operating, LLC submitting a business lease application for the tank battery site located in the NW4SW4 of Sec 36-18S-29E.

Please submit a \$30.00 dollar filing fee. When you provide a check as payment, you authorize the State of New Mexico to either use information from your check to make a one-time electronic fund transfer from your account or to process the payment as a check transaction.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Respectfully

AUBREY DIANA COMMISSIONER OF PUBLIC LANDS

AD/sk cc: Reader File OCD-Mr. Daniel Sanchez

COMMISSIONER'S OFFICE

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