

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

Jami Bailey, Division Director
Oil Conservation Division



September 11, 2013

ADMINISTRATIVE POOL/LEASE COMMINGLING ORDER
(including provision for OFF LEASE STORAGE AND MEASUREMENT)

Administrative Order PLC-373-A
Administrative Application Reference No. pPRG1323840391

Administrative Order OLM 82
Administrative Application Reference No. pDKB1325441331

Encana Oil & Gas (USA) Inc.
Attn: Ms. Holly Hill

This order supplements Administrative Order No. PLC-373 issued on April 29, 2013.

Pursuant to your application received on August 15, 2013, Encana Oil & Gas (USA) Inc. (OGRID 282327) is hereby authorized to surface commingle **gas production only** from the following pools:

Lybrook Gallup (Oil)	(42289)
Wildcat Gallup	(97981)
Basin Mancos (Gas)	(97232)

and from the following diversely owned wells located on federal and State of New Mexico leases in Sandoval and Rio Arriba Counties, New Mexico:

See Exhibit A attached hereto.

Each well produces from only the pool or pools identified on Exhibit A. No downhole commingling is authorized this order. **DOWNHOLE COMMINGLING APPROVAL, WHERE REQUIRED, MUST BE OBTAINED BY SEPARATE APPLICATION.**

Each well will be equipped with individual gas meters for allocation purposes. Gas that has passed through the well meters will be commingled in operator's Lybrook Trunk No. 1 Gathering System, and will be again measured, and sold, at the transfer point on Enterprise Products Partners' pipeline, located in Section 36, Township 23 North, Range 7 West.

The operator shall notify the transporter of this commingling authority.

The operator shall notify the Aztec district office of the Division upon commencement of commingling operations.

This approval is subject to like approval from the United States Bureau of Land Management and the New Mexico State Land Office before commencement of the commingling operations.

No commingling of oil or condensate is authorized. However, where the surface location of any well is not located on any lease from which the well produces, measurement and storage of oil and condensate at the well's surface location is authorized.

Sincerely,

A handwritten signature in black ink, appearing to read "Jami Bailey", with a stylized flourish at the end.

Jami Bailey
Division Director

JB/db

cc: Oil Conservation Division District Office – Aztec
New Mexico State Land Office
United States Bureau of Land Management

Exhibit A to Order PLC-373-A

Initial Application for Lybrook Trunk Line # 1 Gathering System - PLC-373

Well Name	API No.	Well Location UL-Sec-Twn-Rng	Communitization No. if Applicable	Well No.	Project Area	Pool	Lease No.	Lease Type	Completion Date	Well S
Lybrook H36-2307 01H	30-043-21117	SENE-36-23N-7W	N/A	1	S2N2 Sec 36 23N 7W (160 acres)	Lybrook Gallup Pool	LG-3925	NM State	03/10/2012	Comp
Lybrook A03-2206 01H	30-043-21130	A-NENE-3-22N-6W	N/A	2	N2N2 Sec 3 22N 6W (160 acres)	Lybrook Gallup Pool	NM 109386	NM State	03/10/2012	Comp
Lybrook H03-2206 01H	30-043-21123	H-SENE-3-22N-6W	N/A	3	S2N2 Sec 3 22N 6W (160 acres)	Lybrook Gallup Pool		USA	05/14/2013	Comp
Lybrook D22-2206 01H	30-043-21131	D-SWNW-22-22N-6W	N/A	4	N2N2 Sec 22 22N 6W (160 acres)	Widicat	NM109389	USA	11/17/2012	Comp
Lybrook A32-2306 02H	30-043-21127	A-NENE-32-23N-6W	NMNM 130514	5	N2N2 Sec 32; N2NE Sec 31 23N 6W (240 acres)	Lybrook Gallup Pool	V-1399 & NM89021	USA	N/A	Drill
Lybrook H32-2306 01H	30-043-21126	H-SENE-32-23N-6W	NMNM 130513	6	S2N2 Sec 32; S2NE Sec 31 23N 6W (240 acres)	Lybrook Gallup Pool		USA & NM State	N/A	Drill
Lybrook I32-2306 01H	30-043-21129	I-NESE-32-23N-6W	N/A	7a	N2S2 Sec 32 23N 6W (160 acres)	Lybrook Gallup Pool	V-1399	NM State	N/A	Drill
Lybrook I32-2306 02H	30-043-21125	I-NESE-32-23N-6W	N/A	7b	S2S2 Sec 32 23N 6W (160 acres)	Lybrook Gallup Pool		NM State	06/09/2013	Comp

Amendment to Lybrook Trunk Line # 1 Gathering System Dated August 9, 2013

Well Name	API No.	Well Location UL-Sec-Twn-Rng	Communitization No. if Applicable	Well No.	Project Area	Pool	Lease No.	Lease Type	Completion Date	Well S
Lybrook M31-2306 02H	30-043-21146	M-SWSW-31-23N-6W	N/A	8a	N2S2 Sec 36 23N 7W (160 acres)	Lybrook Gallup Pool	LG-3925	NM State	N/A	Not D
Lybrook M31-2306 03H	30-043-21145	M-SWSW-31-23N-6W	N/A	8b	S2S2 Sec 36 23N 7W (160 acres)	Lybrook Gallup Pool		NM State	N/A	Not D
Lybrook H01-2206 01H	30-043-21122	H-SENE-1-22N-6W	N/A	9	S2N2 Sec 1 22N 6W (160 acres)	Lybrook Gallup Pool	NM-109385	USA	N/A	Not D
Lybrook A01-2206 01H	30-043-21137	A-NENE-1-22N-6W	N/A	10	N2N2 Sec 1 22N 6W (161.4 acres)	Lybrook Gallup Pool		USA	N/A	Not D
Lybrook P24-2206 01H	PENDING	P-SESE-24-22N-6W	N/A	11	S2S2 Sec 24 22N 6W (160 acres)	Widicat	NM-109390	USA	N/A	Not D
Lybrook L29-2306 01H	PENDING	L-NWSW-29-23N-6W	N/A	12	N2S2 Sec 30 23N 6W (160.85 acres)	Lybrook Gallup Pool	NM-117564	USA	N/A	Not D
Lybrook M29-2306 01H	PENDING	M-SWSW-29-23N-6W	N/A	13	S2S2 Sec 30 23N 6W (160.79 acres)	Lybrook Gallup Pool & Basin Mancos Gas Pool		USA	N/A	Not D
Lybrook E29-2306 01H	PENDING	E-SWNW-29-23N-6W	N/A	14a	N2N2 Sec 30 23N 6W (160.97 acres)	Lybrook Gallup Pool		USA	N/A	Not D
Lybrook E29-2306 03H	PENDING	E-SWNW-29-23N-6W	N/A	14b	S2N2 Sec 30 23N 6W (160 acres)	Lybrook Gallup Pool		USA	N/A	Not D
Lybrook B14-2206 01H	PENDING	B-NWSW-14-22N-6W	N/A	15a	N2NW Sec 14 & N2NE Sec 15 22N 6W (160 acres)	Lybrook Gallup Pool	NM-117562	USA	N/A	Not D
Lybrook B14-2206 02H	PENDING	B-NWSW-14-22N-6W	N/A	15b	S2NW Sec 14 & S2NE Sec 15 22N 6W (160 acres)	Lybrook Gallup Pool		USA	N/A	Not D
Lybrook M12-2206 01H	PENDING	M-SWSW-12-22N-6W	N/A	16a	W2W2 Sec 13 22N 6W (160 acres)	Lybrook Gallup Pool		USA	N/A	Not D
Lybrook N12-2206 02H	PENDING	N-SESW-12-22N-6W	N/A	16b	E2W2 Sec 13 22N 6W (160 acres)	Lybrook Gallup Pool		USA	N/A	Not D
Lybrook H11-2206 01H	PENDING	H-SENE-11-22N-6W	PENDING	17a	W2SE Sec 11 & W2E2 Sec 14 22N 6W (240 acres)	Lybrook Gallup Pool	NM-117562 & NM-109385	USA	N/A	Not D
Lybrook H11-2206 03H	PENDING	H-SENE-11-22N-6W		17b	E2SE Sec 11 & E2E2 Sec 14 22N 6W (240 acres)	Lybrook Gallup Pool		USA	N/A	Not D
Lybrook P12-2206 01H	PENDING	P-SESE-12-22N-6W	PENDING	18a	W2E2 Sec 13 & W2NE Sec 24 22N 6W (240 acres)	Lybrook Gallup Pool	NM-117562 & NM-109390	USA	N/A	Not D
Lybrook P12-2206 03H	PENDING	P-SESE-12-22N-6W		18b	E2E2 Sec 13 & E2NE Sec 24 22N 6W (240 acres)	Lybrook Gallup Pool		USA	N/A	Not D
Lybrook M28-2306 01H	PENDING	M-SESE-12-22N-6W	N/A	19a	W2W2 Sec 33 23N 6W (160 acres)	Lybrook Gallup Pool	NM-112953	USA	N/A	Not D
Lybrook M28-2306 02H	PENDING	M-SESE-12-22N-6W	N/A	19b	E2W2 Sec 33 23N 6W (160 acres)	Lybrook Gallup Pool		USA	N/A	Not D