

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Susana Martinez**  
Governor

**John Bemis**  
Cabinet Secretary

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

**Jami Bailey**  
Division Director  
Oil Conservation Division



ADMINISTRATIVE SURFACE COMMINGLING ORDER

Administrative Order PC-1270  
Administrative Application Reference No. pPRG1332243895

December 12, 2013

Apache Corp.  
Attention: Reesa Holland

Apache Corp., ("Apache") is hereby authorized to surface commingle oil and gas production from the following Pools:

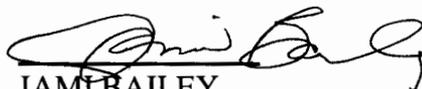
See Exhibit A attached hereto;

and from the following wells located on the McDonald State AC2 lease (Property Code 306616) within Section 13 of Township 22 South, Range 36 East, NMPM, Lea County, New Mexico:

See Exhibit A attached hereto;

The commingled oil and gas production from the wells detailed above shall be allocated in accordance with periodic well tests. It is our understanding that all interests in production from the above are identically owned.

This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. The Operator shall notify the transporter of this commingling authority and the Hobbs district office of the Division prior to implementation of commingling operations. This approval is subject to like approval by the New Mexico State Land Office.

  
JAMI BAILEY  
Division Director

JB/db

cc: Oil Conservation Division – Hobbs District Office  
New Mexico State Land Office

Exhibit A to Administrative Order No. PC-1270

**MCDONALD STATE AC 2 LEASE WELL LISTING**

API	Well Name	Well No.	Pools	Type	Lease	Status	Unit Ltr	Section	Township	Range	OCD UL	Last Production	Spud Date
30-025-08897	MCDONALD STATE AC 2	#011	22800 Eumont; Y7RQ(Oil) 76480 Eumont; Y7RQ(Gas)	Gas	State	Plugged Active	A	13	22S	36E	A	Aug-13	10/19/1939
30-025-08909	MCDONALD STATE AC 2	#026	22800 Eumont; Y7RQ(Oil) 76480 Eumont; Y7RQ(Gas)	Gas	State	Plugged Active	J	13	22S	36E	J	Aug-13	12/12/1957
30-025-25884	MCDONALD STATE AC 2	#029	6660 Blinebry O&G(Oil) 60240 Tubb O&G(Oil) 19190 Drinkard	Oil	State	Active Active Plugged	H	13	22S	36E	H	Aug-13	4/3/1940
30-025-25926	MCDONALD STATE AC 2	#030	6660 Blinebry O&G(Oil) 60240 Tubb O&G(Oil) 19190 Drinkard	Oil	State	Active Active Plugged	A	13	22S	36E	A	Aug-13	6/6/1978
30-025-25932	MCDONALD STATE AC 2	#031	19190 Drinkard 76480 Eumont; Y7RQ(Gas) TA	Gas	State	Plugged Appvd TA	G	13	22S	36E	G	Mar-06	6/30/1978
30-025-25933	MCDONALD STATE AC 2	#032	6660 Blinebry O&G(Oil)	Oil	State	Active	B	13	22S	36E	B	Aug-13	7/15/1978
30-025-26012	MCDONALD STATE AC 2	#033	6660 Blinebry O&G(Oil) 22800 Eumont; Y7RQ(Oil)	Oil	State	Active Active	I	13	22S	36E	I	Aug-13	4/8/1993
30-025-33397	MCDONALD STATE AC 2	#035	76480 Eumont; Y7RQ(Gas)	Gas	State	Active	E	13	22S	36E	E	Aug-13	6/9/1996