State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez Governor

Ken McQueen Cabinet Secretary

Matthias Saver Deputy Cabinet Secretary David R. Catanach, Division Director Oil Conservation Division



November 8, 2017

ADMINISTRATIVE OFF-LEASE MEASUREMENT ORDER

Administrative Order OLM-121 Application Reference No. pMAM1731131663

Mack Energy Corporation Attention: Mr. Jerry Sherrell

Mack Energy Corporation (OGRID 13837) is hereby authorized to transport and measure oil and gas production off-lease, from the following wells which produce from the Round Tank; San Andres Pool (Pool code 52770) located in Chaves County, New Mexico:

Lease:

Federal Lease NMNM131581

Description: W/2 of Section 21, Township 15 South, Range 29 East, Chaves County, New

Mexico

Wells:

White Rock Federal Well No. 1H 30-005-64300

White Rock Federal Well No. 2H 30-005-64301

The oil production from these wells shall be measured and sold at the White Rock Federal Well No. 1H Central Tank Battery located in Unit D of Section 28, Township 15 South, Range 29 East, NMPM, Chaves County, New Mexico.

The commingled gas production from the wells detailed above shall be measured and sold at the gatherer's gas meter located, on New Mexico State Land Office Lease L0-0729 ("Custody Transfer Point") located in Unit N, Section 19, Township 15 South, Range 29 East, NMPM, Chaves County, New Mexico.

The surface commingling of oil and gas with production from other pools or leases is NOT authorized.

It is also understood that no notification is required, because the all working interest owners are affiliated with the applicant.

The operator shall notify the Artesia District Office of the Division before commencement of Off-Lease Measurement.

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Done at Santa Fe, New Mexico, November 8, 2017.

DAVID R. CATANACH

Director

DRC/mam

cc: Oil Conservation Division – Artesia

Bureau of Land Management - Roswell

New Mexico State Land Office - Oil, Gas, and Minerals