



New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Jon Goldstein
Cabinet Secretary

Jim Noel
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Surface Commingling Order PC-1219

February 24, 2010

Apache Corporation
6120 S. Yale Avenue, Suite 1500
Tulsa, OK 74136

Attention: Amber Cooke

Apache Corporation is hereby authorized to surface commingle Penrose Skelly Grayburg (50350), Drinkard (19190), Tub Oil & Gas (Oil) (60240), Paddock (49210), Blinebry Oil & Gas (Oil) (6660), and Wantz; Abo (62700) oil and gas production from the private lease No. 16814 and the following wells.

Well Name and Number	API Number	Location
DC Hardy Well No. 3	30-025-06690	P-20-T-21-S, R-37-E
DC Hardy Well No. 4	30-025-06691	O-20-T-21-S, R-37-E
DC Hardy Well No. 5	30-025-06694	P-20-T-21-S, R-37-E
DC Hardy Well No. 6	30-025-36114	O-20-T-21-S, R-37-E
DC Hardy Well No. 7	30-025-36378	O-20-T-21-S, R-37-E
DC Hardy Well No. 8	30-025-36379	P-20-T-21-S, R-37-E
DC Hardy Well No. 9	30-025-38004	O-20-T-21-S, R-37-E
DC Hardy Well No. 10	30-025-39342	P-20-T-21-S, R-37-E
DC Hardy Well No. 11	30-025-39637	P-20-T-21-S, R-37-E

All in NMPM, Lea County, New Mexico

Commingled oil and gas production from the wells detailed above shall be measured and sold at the Central Tank Battery located in (Unit O) the SW/4SE/4 of Section 20, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

Oil and gas production from the wells shall be continuously measured with allocation meters before commingling with production from other wells. The allocation meters shall be calibrated semi-annually. The commingled production from the wells is approved for off-lease measurement and sales.



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NOTE: This installation shall be installed and operated in accordance with the applicable Division Rules and Regulations. It is the responsibility of the producer to notify the transporter of this commingling authority.

FURTHER: The operator shall notify the Hobbs district office of the Division prior to implementation of commingling operations.

DONE at Santa Fe, New Mexico, on February 24, 2010.

A handwritten signature in black ink, appearing to read 'Mark E. Fesmire', written in a cursive style.

MARK E. FESMIRE, P.E.,
Acting Division Director

MEF/re

cc: Oil Conservation Division – Hobbs